

1 **GENERAL GOVERNMENT**

2 **EXECUTIVE BUDGET BILL**

3 A bill to make, supplement, and adjust appropriations for the
4 departments of attorney general, civil rights, civil service, information
5 technology, management and budget, state, and treasury, the executive
6 office, and the legislative branch for the fiscal year ending September 30,
7 2006; to provide for the expenditure of these appropriations; to provide
8 for the funding of certain work projects; to provide for the imposition of
9 certain fees; to establish or continue certain funds, programs, and
10 categories; to transfer certain funds; to prescribe certain requirements
11 for bidding on state contracts; to provide for disposition of year-end
12 balances; to prescribe the powers and duties of certain principal executive
13 departments and state agencies, officials, and employees; and to provide
14 for the disposition of fees and other income received by the various
15 principal executive departments and state agencies.

16 **THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

17 PART 1

18 LINE-ITEM APPROPRIATIONS

19 Sec. 101. Subject to the conditions set forth in this bill, the
20 amounts listed in this part are appropriated for the departments of
21 attorney general, civil rights, civil service, information technology,
22 management and budget, state, and treasury, the executive office, the
23 legislative branch, and certain other state purposes, for the fiscal year
24 ending September 30, 2006, from the funds indicated in this part. The
25 following is a summary of the appropriations in this part:

26 **TOTAL GENERAL GOVERNMENT**

27 APPROPRIATION SUMMARY:

1	Full-time equated unclassified positions	48.0	
2	Full-time equated classified positions	7,006.4	
3	GROSS APPROPRIATION		\$ 2,648,075,800
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		581,480,000
7	ADJUSTED GROSS APPROPRIATION		\$ 2,066,595,800
8	Federal revenues:		
9	Total federal revenues		52,367,000
10	Special revenue funds:		
11	Total local revenues		2,725,400
12	Total private revenues		550,100
13	Total other state restricted revenues		1,674,687,700
14	State general fund/general purpose		\$ 336,265,600
15	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL		
16	(1) APPROPRIATION SUMMARY		
17	Full-time equated unclassified positions	6.0	
18	Full-time equated classified positions	560.0	
19	GROSS APPROPRIATION		\$ 65,880,300
20	Interdepartmental grant revenues:		
21	Total interdepartmental grants and intradepartmental		
22	transfers		13,359,300
23	ADJUSTED GROSS APPROPRIATION		\$ 52,521,000
24	Federal revenues:		
25	Total federal revenues		8,799,400
26	Special revenue funds:		
27	Total local revenues		0

1	Total private revenues	0
2	Total other state restricted revenues	11,011,400
3	State general fund/general purpose	\$ 32,710,200
4	(2) ATTORNEY GENERAL OPERATIONS	
5	Full-time equated unclassified positions	6.0
6	Full-time equated classified positions	560.0
7	Attorney general	\$ 124,900
8	Unclassified positions--5.0 FTE positions	476,300
9	Attorney general operations--520.0 FTE positions	59,973,900
10	Child support enforcement--25.0 FTE positions	2,342,900
11	Prosecuting attorneys coordinating council--15.0 FTE	
12	positions	1,821,400
13	PACC, training project	<u>325,000</u>
14	GROSS APPROPRIATION	\$ 65,064,400
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from FIA	2,878,900
18	IDG from MDCH, health services	1,690,200
19	IDG from MDLEG, financial and insurance services	1,016,100
20	IDG from MDLEG, public utility assessments	1,869,300
21	IDG from MDMB, risk management revolving fund	1,256,800
22	IDG from MDOT, comprehensive transportation fund	145,900
23	IDG from MDOT, state aeronautics fund	144,000
24	IDG from MDOT, state trunkline fund	2,861,400
25	IDG from MDSP, Michigan justice training fund	325,000
26	IDG from Michigan gaming control board	931,700
27	IDG from treasury, land reutilization fund	240,000

1	Federal revenues:	
2	DAG, state administrative match grant/food stamps	368,800
3	DED-OPSE, student loan, federal lender allowance	304,600
4	DOL-ETA, unemployment insurance	1,488,100
5	DOL-OSHA, occupational safety and health	261,300
6	EPA, multiple grants	267,100
7	Federal funds	2,049,800
8	HHS, medical assistance, medigrant	597,400
9	HHS-OS, state Medicaid fraud control units	3,462,300
10	Special revenue funds:	
11	Antitrust enforcement collections	595,600
12	Attorney general's operations fund	797,300
13	Auto repair facilities fees	214,500
14	Collections revenue	649,800
15	Corporate fees and security fees	140,300
16	Environmental response fund	723,300
17	Franchise fees	268,800
18	Game and fish protection fund	704,600
19	Liquor purchase revolving fund	943,400
20	Manufactured housing fees	209,200
21	Michigan state housing development authority fees	525,300
22	Oil and gas privilege fee revenue	159,500
23	Prisoner reimbursement	421,800
24	Prosecuting attorneys training fees	340,000
25	Real estate enforcement fund	226,000
26	Retirement funds	694,300
27	Second injury fund	951,000

1	Self-insurers security fund	160,500
2	Silicosis and dust disease fund	490,800
3	State building authority revenue	90,100
4	State hospital authority	340,000
5	State lottery fund	228,000
6	Tobacco settlement trust fund	386,800
7	Utility consumers fund	513,100
8	Waterways fund	92,000
9	Worker's compensation administrative revolving fund ...	145,400
10	State general fund/general purpose	\$ 31,894,300
11	(3) INFORMATION TECHNOLOGY	
12	Information technology services and projects	\$ <u>815,900</u>
13	GROSS APPROPRIATION	\$ 815,900
14	Appropriated from:	
15	Special revenue funds:	
16	State general fund/general purpose	\$ 815,900
17	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
18	(1) APPROPRIATION SUMMARY	
19	Full-time equated unclassified positions	5.0
20	Full-time equated classified positions	136.0
21	GROSS APPROPRIATION	\$ 13,335,100
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers	0
25	ADJUSTED GROSS APPROPRIATION	\$ 13,335,100
26	Federal revenues:	
27	Total federal revenues	1,049,800

1	Special revenue funds:		
2	Total local revenues		0
3	Total private revenues		0
4	Total other state restricted revenues		0
5	State general fund/general purpose	\$	12,285,300
6	(2) CIVIL RIGHTS OPERATIONS		
7	Full-time equated unclassified positions	5.0	
8	Full-time equated classified positions	136.0	
9	Unclassified positions--5.0 FTE positions	\$	264,100
10	Civil rights operations--136.0 FTE positions		12,212,500
11	Human resources optimization user charges		<u>29,500</u>
12	GROSS APPROPRIATION	\$	12,506,100
13	Appropriated from:		
14	Federal revenues:		
15	EEOC, state and local antidiscrimination agency		
16	contracts		650,000
17	HUD, grant		399,800
18	Special revenue funds:		
19	State general fund/general purpose	\$	11,456,300
20	(3) INFORMATION TECHNOLOGY		
21	Information technology services and projects	\$	<u>829,000</u>
22	GROSS APPROPRIATION	\$	829,000
23	Appropriated from:		
24	Special revenue funds:		
25	State general fund/general purpose	\$	829,000
26	Sec. 104. DEPARTMENT OF CIVIL SERVICE		
27	APPROPRIATION SUMMARY		

1	Full-time equated classified positions	240.5	
2	GROSS APPROPRIATION		\$ 36,288,500
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		5,670,900
6	ADJUSTED GROSS APPROPRIATION		\$ 30,617,600
7	Federal revenues:		
8	Total federal revenues		4,779,100
9	Special revenue funds:		
10	Total local revenues		1,700,000
11	Total private revenues		150,000
12	Total other state restricted revenues		16,539,200
13	State general fund/general purpose		\$ 7,449,300
14	(2) CIVIL SERVICE OPERATIONS		
15	Full-time equated classified positions	240.5	
16	Agency services--70.0 FTE positions		\$ 11,228,000
17	Human resources/administrative support--87.5 FTE		
18	positions		9,342,700
19	Employee benefits--31.0 FTE positions		5,660,900
20	Audit and compliance--22.0 FTE positions		2,876,600
21	Training		1,300,000
22	Human resources optimization--30.0 FTE positions		<u>2,000,000</u>
23	GROSS APPROPRIATION		\$ 32,408,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG, training charges		1,300,000
27	IDG, 1% special funds		1,300,000

1	IDG, human resources optimization user charges	2,000,000
2	Federal revenues:	
3	Federal funds 1%	3,637,100
4	Special revenue funds:	
5	Local funds 1%	1,700,000
6	Private funds 1%	150,000
7	Freedom of information fees	1,100
8	State restricted funds 1%	7,274,500
9	State sponsored group insurance	2,650,000
10	State sponsored group insurance, flexible spending	
11	accounts, and COBRA	5,660,900
12	State general fund/general purpose	\$ 6,734,600
13	(3) INFORMATION TECHNOLOGY	
14	Information technology services and projects	\$ <u>3,880,300</u>
15	GROSS APPROPRIATION	\$ 3,880,300
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	IDG, human resources optimization user charges	1,070,900
19	Federal revenues:	
20	Federal funds 1%	1,142,000
21	Special revenue funds:	
22	State restricted funds 1%	812,400
23	State sponsored group insurance, flexible spending	
24	accounts, and COBRA	140,300
25	State general fund/general purpose	\$ 714,700
26	Sec. 105. EXECUTIVE OFFICE	
27	(1) APPROPRIATION SUMMARY	

1	Full-time equated unclassified positions	10.0	
2	Full-time equated classified positions	74.2	
3	GROSS APPROPRIATION		\$ 5,205,500
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		0
7	ADJUSTED GROSS APPROPRIATION		\$ 5,205,500
8	Federal revenues:		
9	Total federal revenues		0
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		0
13	Total other state restricted revenues		0
14	State general fund/general purpose		\$ 5,205,500
15	(2) EXECUTIVE OFFICE OPERATIONS		
16	Full-time equated unclassified positions	10.0	
17	Full-time equated classified positions	74.2	
18	Governor		\$ 177,000
19	Lieutenant governor		123,900
20	Executive office--74.2 FTE positions		4,054,800
21	Unclassified positions--8.0 FTE positions		<u>849,800</u>
22	GROSS APPROPRIATION		\$ 5,205,500
23	Appropriated from:		
24	Special revenue funds:		
25	State general fund/general purpose		\$ 5,205,500
26	Sec. 106. DEPARTMENT OF INFORMATION TECHNOLOGY		
27	(1) APPROPRIATION SUMMARY		

1	Full-time equated unclassified positions	6.0	
2	Full-time equated classified positions	1,760.4	
3	GROSS APPROPRIATION		\$ 373,405,100
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		373,405,100
7	ADJUSTED GROSS APPROPRIATION		\$ 0
8	Federal revenues:		
9	Total federal revenues		0
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		0
13	Total other state restricted revenues		0
14	State general fund/general purpose		\$ 0
15	(2) ADMINISTRATION		
16	Full-time equated unclassified positions	6.0	
17	Full-time equated classified positions	1,760.4	
18	Unclassified positions--6.0 FTE positions		\$ 300,000
19	Enterprisewide services--75.0 FTE positions		24,984,800
20	Health and human services--775.6 FTE positions		205,862,200
21	Education services--38.9 FTE positions		3,261,200
22	Public protection--300.0 FTE positions		37,170,900
23	Resources services--171.1 FTE positions		17,263,100
24	Transportation services--107.0 FTE positions		27,353,300
25	General services--292.8 FTE positions		<u>57,209,600</u>
26	GROSS APPROPRIATION		\$ 373,405,100
27	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG from department of agriculture	1,528,200
3	IDG from department of attorney general	815,900
4	IDG from department of civil rights	829,000
5	IDG from department of civil service	3,880,300
6	IDG from department of community health	31,155,100
7	IDG from department of corrections	15,838,900
8	IDG from department of education	2,576,700
9	IDG from department of environmental quality	6,913,100
10	IDG from family independence agency	135,631,500
11	IDG from Michigan gaming control board	1,143,500
12	IDG from department of history, arts, and libraries ...	955,400
13	IDG from department of labor and economic growth	42,486,200
14	IDG from bureau of state lottery	4,397,000
15	IDG from department of management and budget	26,191,200
16	IDG from department of military and veterans affairs ..	1,177,700
17	IDG from department of natural resources	8,997,200
18	IDG from department of state	22,345,000
19	IDG from department of state police	22,428,000
20	IDG from department of transportation	27,460,400
21	IDG from department of treasury	16,654,800
22	State general fund/general purpose	\$ 0

23 **Sec. 107. LEGISLATURE**

24 **(1) APPROPRIATION SUMMARY**

25 GROSS APPROPRIATION

	\$	126,731,900
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26 Interdepartmental grant revenues:

27 Total interdepartmental grants and intradepartmental

1	transfers	1,801,500
2	ADJUSTED GROSS APPROPRIATION	\$ 124,930,400
3	Federal revenues:	
4	Total federal revenues	0
5	Special revenue funds:	
6	Total local revenues	0
7	Total private revenues	400,000
8	Total other state restricted revenues	2,356,500
9	State general fund/general purpose	\$ 122,173,900
10	(2) LEGISLATURE	
11	Senate	\$ 28,963,800
12	Senate automated data processing	2,538,900
13	Senate fiscal agency	3,082,800
14	House of representatives	44,846,300
15	House automated data processing	2,010,700
16	House fiscal agency	2,982,900
17	Legislative auditor general	<u>15,233,800</u>
18	GROSS APPROPRIATION	\$ 99,659,200
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from MDCS	107,900
22	IDG from MDLEG, liquor purchase revolving fund	11,300
23	IDG from MDOT, comprehensive transportation fund	25,200
24	IDG from MDOT, Michigan transportation fund	204,300
25	IDG from MDOT, state aeronautics fund	19,600
26	IDG from MDOT, state trunkline fund	474,600
27	IDG, single audit act	958,600

1	Special revenue funds:		
2	Construction lien fund	7,200	
3	Contract audit administration fees	52,700	
4	Correctional industries revolving fund	31,300	
5	Game and fish protection fund	21,400	
6	Marine safety fund	1,900	
7	Michigan economic development corporation	41,200	
8	Michigan education trust fund	30,000	
9	Michigan state fair revolving fund	33,000	
10	Michigan state housing development authority fees	22,100	
11	Michigan strategic fund	37,500	
12	Michigan veterans' trust fund	24,400	
13	Motor transport revolving fund	4,700	
14	Office services revolving fund	6,800	
15	State services fee fund	926,900	
16	Waterways fund	5,600	
17	State general fund/general purpose	\$ 96,611,000	
18	(3) LEGISLATIVE COUNCIL		
19	Legislative council	\$ 10,078,300	
20	Legislative service bureau automated data processing ..	1,383,600	
21	e-Law, legislative council technology enhancement		
22	project	500	
23	Worker's compensation	133,900	
24	National association dues	<u>98,500</u>	
25	GROSS APPROPRIATION	\$ 11,694,800	
26	Appropriated from:		
27	Special revenue funds:		

1	Private - gifts and bequests revenues	400,000
2	State general fund/general purpose	\$ 11,294,800
3	(4) LEGISLATIVE RETIREMENT SYSTEM	
4	General nonretirement expenses	\$ <u>4,384,400</u>
5	GROSS APPROPRIATION	\$ 4,384,400
6	Appropriated from:	
7	Special revenue funds:	
8	Court fees	1,109,800
9	State general fund/general purpose	\$ 3,274,600
10	(5) PROPERTY MANAGEMENT	
11	Capitol building	\$ 2,260,500
12	Cora Anderson building	7,807,300
13	Farnum building and other properties	<u>925,700</u>
14	GROSS APPROPRIATION	\$ 10,993,500
15	Appropriated from:	
16	Special revenue funds:	
17	State general fund/general purpose	\$ 10,993,500
18	Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET	
19	(1) APPROPRIATION SUMMARY	
20	Full-time equated unclassified positions	6.0
21	Full-time equated classified positions	745.0
22	GROSS APPROPRIATION	\$ 233,146,800
23	Interdepartmental grant revenues:	
24	Total interdepartmental grants and intradepartmental	
25	transfers	153,786,800
26	ADJUSTED GROSS APPROPRIATION	\$ 79,360,000
27	Federal revenues:	

1	Total federal revenues	0
2	Special revenue funds:	
3	Total local revenues	0
4	Total private revenues	0
5	Total other state restricted revenues	42,909,400
6	State general fund/general purpose	\$ 36,450,600
7	(2) MANAGEMENT AND BUDGET SERVICES	
8	Full-time equated unclassified positions	5.0
9	Full-time equated classified positions	594.5
10	Unclassified positions--5.0 FTE positions	\$ 570,800
11	Executive operations--21.0 FTE positions	2,376,300
12	Administrative services--63.5 FTE positions	6,243,400
13	Budget and financial management--113.5 FTE positions ..	10,002,100
14	Office of the state employer--24.0 FTE positions	2,700,400
15	Design and construction services--40.0 FTE positions ..	5,010,100
16	Business support services--91.5 FTE positions	7,938,400
17	Building operation services--241.0 FTE positions	86,644,700
18	Building occupancy charges, rent, and utilities	4,161,700
19	Human resources optimization user charges	29,500
20	Motor vehicle fleet	<u>56,574,800</u>
21	GROSS APPROPRIATION	\$ 182,252,200
22	Appropriated from:	
23	Interdepartmental grant revenues:	
24	IDG from building occupancy and parking charges	89,468,800
25	IDG from department of labor and economic growth	100,000
26	IDG from MDCH	235,000
27	IDG from MDOT, comprehensive transportation fund	59,800

1	IDG from MDOT, state aeronautics fund	31,500
2	IDG from MDOT, state trunkline fund	1,173,800
3	IDG from motor transport fund	56,574,800
4	IDG from user fees	5,024,900
5	Federal revenues:	
6	Federal funds	0
7	Special revenue funds:	
8	Game and fish protection fund	211,100
9	Health management funds	1,648,100
10	Marine safety fund	21,100
11	Special revenue, internal service, and pension trust	
12	funds	8,190,600
13	State building authority revenue	560,500
14	State lottery fund	110,900
15	Waterways fund	49,600
16	State general fund/general purpose	\$ 18,791,700
17	(3) STATEWIDE APPROPRIATIONS	
18	Professional development fund - AFSCME	\$ 100,000
19	Professional development fund - MPES	<u>125,000</u>
20	GROSS APPROPRIATION	\$ 225,000
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from employer contributions	225,000
24	Special revenue funds:	
25	State general fund/general purpose	\$ 0
26	(4) SPECIAL PROGRAMS	
27	Full-time equated classified positions	141.5

1	Building occupancy charges - property management services	
2	for executive/legislative building occupancy	\$ 1,859,500
3	Retirement services--127.5 FTE positions	15,804,900
4	Office of children's ombudsman--14.0 FTE positions	<u>1,357,000</u>
5	GROSS APPROPRIATION	\$ 19,021,400
6	Appropriated from:	
7	Special revenue funds:	
8	Deferred compensation	1,505,400
9	Pension trust funds	14,299,500
10	State general fund/general purpose	\$ 3,216,500
11	(5) STATE FAIR	
12	Full-time equated unclassified positions	1.0
13	Full-time equated classified positions	9.0
14	Unclassified positions--1.0 FTE positions	89,200
15	Michigan state fair operations--9.0 FTE positions	5,367,800
16	Michigan state fair information technology	<u>88,800</u>
17	GROSS APPROPRIATION	\$ 5,545,800
18	Appropriated from:	
19	Special revenue funds:	
20	State exposition and fairgrounds fund	5,545,800
21	State general fund/general purpose	\$ 0
22	(6) INFORMATION TECHNOLOGY	
23	Information technology services and projects	<u>\$ 26,102,400</u>
24	GROSS APPROPRIATION	\$ 26,102,400
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from building occupancy and parking charges	655,700

1	IDG from MDOT, comprehensive transportation fund	2,100
2	IDG from MDOT, state aeronautics fund	1,100
3	IDG from MDOT, state trunkline fund	47,500
4	IDG from user fees	186,800
5	Federal revenues:	
6	Federal funds	0
7	Special revenue funds:	
8	Deferred compensation	2,600
9	Game and fish protection fund	9,800
10	Health management funds	41,700
11	Marine safety fund	900
12	MAIN user charges	4,273,900
13	Pension trust funds	2,867,000
14	Special revenue, internal service, and pension trust	
15	funds	3,554,600
16	State building authority revenue	9,700
17	State lottery fund	4,600
18	Waterways fund	2,000
19	State general fund/general purpose	\$ 14,442,400
20	Sec. 109. DEPARTMENT OF STATE	
21	(1) APPROPRIATION SUMMARY	
22	Full-time equated unclassified positions	6.0
23	Full-time equated classified positions	1,851.8
24	GROSS APPROPRIATION	\$ 196,885,700
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and intradepartmental	
27	transfers	20,000,000

1	ADJUSTED GROSS APPROPRIATION	\$	176,885,700
2	Federal revenues:		
3	Total federal revenues		2,333,300
4	Special revenue funds:		
5	Total local revenues		0
6	Total private revenues		100
7	Total other state restricted revenues		160,287,200
8	State general fund/general purpose	\$	14,265,100
9	(2) EXECUTIVE DIRECTION		
10	Full-time equated unclassified positions		6.0
11	Full-time equated classified positions		30.2
12	Secretary of state	\$	124,900
13	Unclassified positions--5.0 FTE positions		459,200
14	Operations--30.2 FTE positions		<u>2,575,800</u>
15	GROSS APPROPRIATION	\$	3,159,900
16	Appropriated from:		
17	Special revenue funds:		
18	Auto repair facilities fees		57,500
19	Driver fees		111,500
20	Expedient service fees		49,200
21	Look-up fees		702,800
22	Parking ticket court fines		7,800
23	Personal identification card fees		11,600
24	Reinstatement fees - operator licenses		124,700
25	Transportation administration collection fund		1,476,900
26	Vehicle theft prevention fees		33,800
27	State general fund/general purpose	\$	584,100

(3) DEPARTMENT SERVICES

Full-time equated classified positions 174.3

Operations--165.8 FTE positions \$ 23,011,400

Assigned claims assessments--6.5 FTE positions 714,700

Motorcycle safety education administration--2.0 FTE

positions 370,000

Motorcycle safety education grants 1,200,000

GROSS APPROPRIATION \$ 25,296,100

Appropriated from:

Federal revenues:

Federal funds 54,300

Special revenue funds:

Assigned claims assessments 714,700

Auto repair facilities fees 405,000

Child support clearance fees 33,400

Driver fees 834,800

Expedient service fees 242,200

Look-up fees 7,538,300

Marine safety fund 72,700

Motorcycle safety fund 1,570,100

Off-road vehicle title fees 7,500

Parking ticket court fines 51,400

Personal identification card fees 81,000

Reinstatement fees - operator licenses 523,800

Scrap tire fund 66,900

Snowmobile registration fee revenue 17,200

Transportation administration collection fund 12,818,100

1	Vehicle theft prevention fees	237,500
2	State general fund/general purpose	\$ 27,200
3	(4) REGULATORY SERVICES	
4	Full-time equated classified positions	241.1
5	Operations--241.1 FTE positions	\$ 21,499,500
6	County clerk education and training	<u>100,000</u>
7	GROSS APPROPRIATION	\$ 21,599,500
8	Appropriated from:	
9	Federal revenues:	
10	Federal funds	98,600
11	Special revenue funds:	
12	Auto repair facilities fees	4,468,000
13	Commercial driver training school fees	67,800
14	Driver fees	1,178,600
15	Expedient service fees	32,000
16	Look-up fees	4,146,400
17	Notary education and training fund	100,000
18	Notary fee fund	300,000
19	Parking ticket court fines	19,900
20	Personal identification card fees	45,900
21	Reinstatement fees - operator licenses	1,639,900
22	Transportation administration collection fund	7,633,000
23	Vehicle theft prevention fees	1,520,700
24	State general fund/general purpose	\$ 348,700
25	(5) CUSTOMER DELIVERY SERVICES	
26	Full-time equated classified positions	1,377.7
27	Branch operations--957.4 FTE positions	\$ 70,836,500

1	Central operations--404.1 FTE positions	34,550,500
2	Commemorative license plates--16.2 FTE positions	2,147,300
3	Specialty license plates	1,922,000
4	Olympic center plate	75,700
5	Organ donor program	<u>104,100</u>
6	GROSS APPROPRIATION	\$ 109,636,100
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from MDOT, Michigan transportation fund	20,000,000
10	Federal revenues:	
11	Federal funds	2,180,400
12	Special revenue funds:	
13	Private funds	100
14	Auto repair facilities fees	89,300
15	Child support clearance fees	381,500
16	Driver fees	13,212,300
17	Expedient service fees	2,760,700
18	Look-up fees	18,193,500
19	Marine safety fund	1,099,500
20	Michigan state police auto theft fund	111,900
21	Mobile home commission fees	457,500
22	Off-road vehicle title fees	117,900
23	Parking ticket court fines	1,538,600
24	Personal identification card fees	1,468,800
25	Reinstatement fees - operator licenses	1,110,300
26	Snowmobile registration fee revenue	322,100
27	Transportation administration collection fund	42,387,700

1	Vehicle theft prevention fees	202,300
2	State general fund/general purpose	\$ 4,001,700
3	(6) ELECTION REGULATION	
4	Full-time equated classified positions	28.5
5	Election administration and services--25.5 FTE	
6	positions	\$ 2,854,800
7	Fees to local units	69,800
8	Qualified voter file--3.0 FTE positions	<u>1,841,500</u>
9	GROSS APPROPRIATION	\$ 4,766,100
10	Appropriated from:	
11	Special revenue funds:	
12	State general fund/general purpose	\$ 4,766,100
13	(7) DEPARTMENTWIDE APPROPRIATIONS	
14	Building occupancy charges/rent	\$ 9,578,200
15	Worker's compensation	<u>504,800</u>
16	GROSS APPROPRIATION	\$ 10,083,000
17	Appropriated from:	
18	Special revenue funds:	
19	Auto repair facilities fees	142,000
20	Driver fees	436,800
21	Expedient service fees	14,400
22	Look-up fees	1,935,600
23	Parking ticket court fines	470,800
24	Transportation administration collection fund	4,400,300
25	State general fund/general purpose	\$ 2,683,100
26	(8) INFORMATION TECHNOLOGY	
27	Information technology services and projects	\$ <u>22,345,000</u>

1	GROSS APPROPRIATION	\$	22,345,000
2	Appropriated from:		
3	Special revenue funds:		
4	Administrative order processing fee		10,900
5	Auto repair facilities fees		178,200
6	Child support clearance fees		16,100
7	Driver fees		1,312,600
8	Expedient service fees		447,200
9	Look-up fees		2,701,500
10	Parking ticket court fines		82,100
11	Personal identification card fees		863,300
12	Reinstatement fees - operator licenses		462,400
13	Transportation administration collection fund		14,246,700
14	Vehicle theft prevention fees		169,800
15	State general fund/general purpose	\$	1,854,200

16 **Sec. 110. DEPARTMENT OF TREASURY**

17 **(1) APPROPRIATION SUMMARY**

18 Full-time equated unclassified positions 9.0

19 Full-time equated classified positions 1,638.5

20 GROSS APPROPRIATION \$ 1,597,196,900

21 Interdepartmental grant revenues:

22 Total interdepartmental grants and intradepartmental

23 transfers 13,456,400

24 ADJUSTED GROSS APPROPRIATION \$ 1,583,740,500

25 Federal revenues:

26 Total federal revenues 35,405,400

27 Special revenue funds:

1	Total local revenues	1,025,400
2	Total private revenues	0
3	Total other state restricted revenues	1,441,584,000
4	State general fund/general purpose	\$ 105,725,700
5	(2) EXECUTIVE DIRECTION	
6	Full-time equated unclassified positions	9.0
7	Full-time equated classified positions	5.0
8	Unclassified positions--9.0 FTE positions	\$ 812,600
9	Office of the director--5.0 FTE positions	<u>790,000</u>
10	GROSS APPROPRIATION	\$ 1,602,600
11	Appropriated from:	
12	Special revenue funds:	
13	State lottery fund	155,400
14	State services fee fund	184,900
15	State general fund/general purpose	\$ 1,262,300
16	(3) DEPARTMENTWIDE APPROPRIATIONS	
17	Travel	\$ 1,415,900
18	Rent and building occupancy charges - property	
19	management services	5,008,000
20	Worker's compensation insurance premium	<u>337,000</u>
21	GROSS APPROPRIATION	\$ 6,760,900
22	Appropriated from:	
23	Special revenue funds:	
24	Delinquent tax collection revenue	3,432,700
25	State general fund/general purpose	\$ 3,328,200
26	(4) LOCAL GOVERNMENT PROGRAMS	
27	Full-time equated classified positions	106.0

1	Supervision of the general property tax law--68.0	
2	FTE positions	\$ 10,974,300
3	Property tax assessor training--4.0 FTE positions	398,700
4	Personal property tax auditors-15.0 FTE positions	1,000,000
5	Local finance--19.0 FTE positions	2,250,600
6	Pari-mutuel audits	<u>240,000</u>
7	GROSS APPROPRIATION	\$ 14,863,600
8	Appropriated from:	
9	Special revenue funds:	
10	Local - assessor training fees	398,700
11	Local - audit charges	536,700
12	Local - equalization study charge-backs	40,000
13	Local - revenue from local government	50,000
14	Land reutilization fund	6,814,000
15	Municipal finance fees	435,400
16	State education tax collections	50,000
17	State services fee fund	240,000
18	State general fund/general purpose	\$ 6,298,800
19	(5) TAX PROGRAMS	
20	Full-time equated classified positions 716.0	
21	Customer contact--186.0 FTE positions	\$ 13,727,100
22	Tax compliance--339.0 FTE positions	29,494,900
23	Tax policy--37.0 FTE positions	4,112,300
24	Tax processing--150.0 FTE positions	14,842,700
25	Home heating assistance	2,036,800
26	Bottle bill implementation	250,000
27	New hire reporting	1,545,000

1	Tobacco tax collection--4.0 FTE positions	<u>316,600</u>
2	GROSS APPROPRIATION	\$ 66,325,400
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG, data/collection services fees	250,900
6	IDG from FIA	1,545,000
7	IDG from MDOT, Michigan transportation fund	8,028,300
8	IDG from MDOT, state aeronautics fund	62,500
9	Federal revenues:	
10	HHS-SSA, low-income energy assistance	2,036,800
11	Special revenue funds:	
12	Bottle deposit fund	250,000
13	Delinquent tax collection revenue	49,011,300
14	Tobacco tax collection and enforcement	316,600
15	Tobacco tax revenue	360,500
16	Waterways fund	75,900
17	State general fund/general purpose	\$ 4,387,600
18	(6) BANKING AND MANAGEMENT SERVICES	
19	Full-time equated classified positions	329.5
20	Human resources optimization user charges	\$ 44,300
21	Human resources, program management, and	
22	purchasing--31.0 FTE positions	3,124,000
23	Mail operations--20.0 FTE positions	1,997,000
24	Economic and revenue forecasting--15.5 FTE positions ..	1,361,700
25	Unclaimed property--21.0 FTE positions	3,383,600
26	Collections--170.0 FTE positions	16,122,700
27	Finance and accounting--32.0 FTE positions	1,625,300

1	Receipts processing--40.0 FTE positions	<u>2,720,800</u>
2	GROSS APPROPRIATION	\$ 30,379,400
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from FIA, title IV-D	580,000
6	IDG, levy/warrant cost assessment fees	1,848,800
7	IDG, state agency collection fees	545,800
8	Special revenue funds:	
9	Delinquent tax collection revenue	14,383,600
10	Escheats revenue	3,383,600
11	Garnishment fees	490,300
12	Justice system fund	581,600
13	Treasury fees	177,500
14	State general fund/general purpose	\$ 8,388,200
15	(7) FINANCIAL PROGRAMS	
16	Full-time equated classified positions..... 211.0	
17	Investments--75.0 FTE positions	\$ 13,660,500
18	Michigan merit award administration--6.0 FTE positions	1,636,800
19	Michigan education savings program	1,000,000
20	Common cash and debt management--11.5 FTE positions ...	1,060,900
21	Student financial assistance programs--118.5 FTE	
22	positions	<u>34,874,800</u>
23	GROSS APPROPRIATION	\$ 52,233,000
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG, fiscal agent service fees	167,700
27	Federal revenues:	

1	DED-OPSE, federal lenders allowance	10,124,000
2	DED-OPSE, higher education act of 1965, insured	
3	loans	22,711,700
4	Special revenue funds:	
5	College work-study	46,300
6	Michigan merit award trust fund	3,036,500
7	Retirement funds	12,496,300
8	School bond fees	468,000
9	Treasury fees	1,311,200
10	State general fund/general purpose \$	1,871,300
11	(8) DEBT SERVICE	
12	Water pollution control bond and interest redemption .. \$	2,592,400
13	Quality of life bond	63,500,000
14	Clean Michigan initiative <u></u>	22,909,000
15	GROSS APPROPRIATION \$	89,001,400
16	Appropriated from:	
17	Special revenue funds:	
18	Cleanup and redevelopment funds	12,200,000
19	Refined petroleum fund	23,914,500
20	State general fund/general purpose \$	52,886,900
21	(9) GRANTS	
22	Convention facility development distribution \$	58,850,000
23	Senior citizen cooperative housing tax exemption	
24	program	17,900,000
25	Commercial mobile radio service payments	31,320,000
26	Health and safety fund grants	25,000,000
27	Qualified agricultural loan payments	2,210,000

1	Renaissance zone reimbursement	2,268,000
2	Special grants	<u>212,000</u>
3	GROSS APPROPRIATION	\$ 137,760,000
4	Appropriated from:	
5	Special revenue funds:	
6	Commercial mobile radio service fees	31,320,000
7	Convention facility development fund	58,850,000
8	Health and safety fund	25,000,000
9	State general fund/general purpose	\$ 22,590,000
10	(10) BUREAU OF STATE LOTTERY	
11	Full-time equated classified positions	165.0
12	Lottery operations--165.0 FTE positions	\$ 18,140,400
13	Human resources optimization user charges	29,500
14	Promotion and advertising	18,622,000
15	Lottery information technology services and projects ..	<u>4,397,000</u>
16	GROSS APPROPRIATION	\$ 41,188,900
17	Appropriated from:	
18	Special revenue funds:	
19	State lottery fund	41,188,900
20	State general fund/general purpose	\$ 0
21	(11) CASINO GAMING	
22	Full-time equated classified positions	106.0
23	Michigan gaming control board	\$ 50,000
24	Casino gaming control administration--106.0 FTE	
25	positions	18,118,600
26	Human resources optimization user charges	14,800
27	Casino gaming information technology services and	

1	projects	<u>1,143,500</u>
2	GROSS APPROPRIATION	\$ 19,326,900
3	Appropriated from:	
4	Special revenue funds:	
5	Casino gambling agreements	383,500
6	State services fee fund	18,943,400
7	State general fund/general purpose	\$ 0
8	(12) REVENUE SHARING	
9	Constitutional state general revenue sharing grants...	\$ 702,300,000
10	Statutory state general revenue sharing grants	<u>418,800,000</u>
11	GROSS APPROPRIATION	\$ 1,121,100,000
12	Appropriated from:	
13	Special revenue funds:	
14	Sales tax	1,121,100,000
15	State general fund/general purpose	\$ 0
16	(13) INFORMATION TECHNOLOGY	
17	Treasury operations information technology services	
18	and projects	<u>\$ 16,654,800</u>
19	GROSS APPROPRIATION	\$ 16,654,800
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from MDOT, Michigan transportation fund	427,400
23	Federal revenues:	
24	DED-OPSE, higher education act of 1965, insured	
25	loans	532,900
26	Special revenue funds:	
27	Delinquent tax collection revenue	9,926,700

1	Land reutilization fund	20,000
2	Michigan merit award trust fund	400,400
3	Retirement funds	635,000
4	State general fund/general purpose	\$ 4,712,400

5 PART 2

6 PROVISIONS CONCERNING APPROPRIATIONS

7 **GENERAL SECTIONS**

8 Sec. 201. (1) Pursuant to section 30 of article IX of the state
9 constitution of 1963, total state spending from state resources under part
10 1 for fiscal year 2005-2006 is \$2,010,953,300.00 and state spending from
11 state resources to be paid to local units of government for fiscal year
12 2005-2006 is \$1,241,545,300.00. The itemized statement below identifies
13 appropriations from which spending to units of local government will occur:

14 DEPARTMENT OF STATE

15	Fees to local units	\$ 69,800
16	Motorcycle safety education grants	<u>924,000</u>
17	Subtotal	\$ 993,800

18 DEPARTMENT OF TREASURY

19	Senior citizen cooperative housing tax exemption	\$ 17,900,000
20	Health and safety fund grants	25,000,000
21	Constitutional state general revenue sharing grants ...	702,300,000
22	Statutory state general revenue sharing grants	418,800,000
23	Convention facility development fund distribution	58,850,000
24	Commercial mobile radio service payments	15,221,500
25	Renaissance zone reimbursements	2,268,000
26	Special grants	<u>212,000</u>
27	Subtotal	\$ <u>1,240,551,500</u>

1 TOTAL GENERAL GOVERNMENT \$ 1,241,545,300

2 (2) Pursuant to section 30 of article IX of the state constitution of
3 1963, total state spending from state sources for fiscal year 2005-2006 is
4 estimated at \$27,278,786,800.00 in the 2005-2006 appropriations bills and
5 total state spending from state sources paid to local units of government
6 for fiscal year 2005-2006 is estimated at \$15,811,190,700.00. The state-
7 local proportion is estimated at 58.0% of total state spending from state
8 resources.

9 (3) If payments to local units of government and state spending from
10 state sources for fiscal year 2005-2006 are different than the amounts
11 estimated in subsection (2), the state budget director shall report the
12 payments to local units of government and state spending from state sources
13 that were made for fiscal year 2005-2006 to the senate and house of
14 representatives standing committees on appropriations within 30 days after
15 the final book-closing for fiscal year 2005-2006.

16 Sec. 202. The appropriations authorized under this bill are subject to
17 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

18 Sec. 203. As used in this bill:

19 (a) "AFSCME" means American federation of state, county, and municipal
20 employees.

21 (b) "COBRA" means the consolidated omnibus budget reconciliation act
22 of 1985, Public Law 99-272, 100 Stat. 82.

23 (c) "CPI" means consumer price index.

24 (d) "DAG" means the United States department of agriculture.

25 (e) "DED-OPSE" means the United States department of education,
26 office of postsecondary education.

27 (f) "DOL-ETA" means the United States department of labor,

employment and training administration.

(g) "DOL-OSHA" means the United States department of labor,
occupational safety and health administration.

(h) "EEOC" means the United States equal employment opportunity
commission.

(i) "EPA" means the United States environmental protection agency.

(j) "FIA" means the Michigan family independence agency.

(k) "FTE" means full-time equated.

(l) "GF/GP" means general fund/general purpose.

(m) "HHS" means the United States department of health and human
services.

(n) "HHS-OS" means the HHS office of the secretary.

(o) "HHS-SSA" means the HHS social security administration.

(p) "HUD" means the United States department of housing and urban
development.

(q) "IDG" means interdepartmental grant.

(r) "MAIN" means the Michigan administrative information network.

(s) "MCL" means the Michigan Compiled Laws.

(t) "MDCH" means the Michigan department of community health.

(u) "MDCS" means the Michigan department of civil service.

(v) "MDLEG" means the Michigan department of labor and economic
growth.

(w) "MDMB" means the Michigan department of management and budget.

(x) "MDOT" means the Michigan department of transportation.

(y) "MDSP" means the Michigan department of state police.

(z) "MPES" means the Michigan professional employees society.

(aa) "PA" means public act.

1 (bb) "PACC" means the prosecuting attorneys coordinating council.

2 Sec. 204. The department of civil service shall bill departments and
3 agencies at the end of the first fiscal quarter for the 1% charge
4 authorized by section 5 of article XI of the state constitution of 1963.
5 Payments shall be made for the total amount of the billing by the end of
6 the second fiscal quarter.

7 Sec. 205. (1) A hiring freeze is imposed on the state classified civil
8 service. State departments and agencies are prohibited from hiring any new
9 full-time state classified civil service employees and prohibited from
10 filling any vacant state classified civil service positions. This hiring
11 freeze does not apply to internal transfers of classified employees from 1
12 position to another within a department.

13 (2) The attorney general and secretary of state may grant exceptions
14 to the hiring freeze for their respective departments pursuant to the same
15 criteria that the state budget director is able to grant exceptions under
16 this subsection. The state budget director may grant exceptions to this
17 hiring freeze when the state budget director believes that the hiring
18 freeze will result in rendering a state department or agency unable to
19 deliver basic services, cause loss of revenue to the state, result in the
20 inability of the state to receive federal funds, or necessitate additional
21 expenditures that exceed any savings from maintaining a vacancy. The state
22 budget director shall report quarterly to the chairpersons of the senate
23 and house of representatives standing committees on appropriations the
24 number of exceptions to the hiring freeze approved during the previous
25 quarter and the reasons to justify the exception.

26 Sec. 208. Unless otherwise specified, departments and agencies
27 receiving appropriations in part 1 shall use the Internet to fulfill the

reporting requirements of this bill. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference should be given to goods or services, or both, manufactured or provided by Michigan businesses if they are competitively priced and of comparable quality.

Sec. 210. The director of each department receiving appropriations in part 1 shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 211. Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, that provides for a transfer of state general funds into the countercyclical budget and economic stabilization fund, there is appropriated into the countercyclical budget and economic stabilization fund the sum of \$0.00. The calculation required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, is determined as follows:

	2004	2005
Michigan personal income (millions).....	\$322,950	\$337,483
less: transfer payments.....	<u>48,908</u>	<u>51,647</u>
Subtotal.....	274,042	285,836

1	Divided by: Detroit CPI for 12 months		
2	Ending June 30	1.837	1.879
3	Equals: Real adjusted Michigan personal		
4	income.....	\$149,179	\$152,101
5	Percentage change.....		2.0%
6	Percentage change in excess of 2%.....		0.0%
7	Multiplied by: estimated GF/GP revenue in		
8	FY 2004-2005 (millions).....		7,869.8
9	Equals: countercyclical budget and economic		
10	stabilization fund calculation		
11	for the fiscal year ending September 30,		
12	2006.....		\$0.0

13 Sec. 213. Funds appropriated in part 1 shall not be used by this

14 state, a department, an agency, or an authority of this state to purchase

15 an ownership interest in a casino enterprise or a gambling operation as

16 those terms are defined in the Michigan gaming control and revenue act, the

17 Initiated Law of 1996, MCL 432.201 to 432.226.

18 Sec. 214. From the funds appropriated in part 1 for information

19 technology, departments and agencies shall pay user fees to the department

20 of information technology for technology-related services and projects.

21 Such user fees shall be subject to provisions of an interagency agreement

22 between the departments and agencies and the department of information

23 technology.

24 Sec. 216. (1) Due to the current budgetary problems in this state,

25 out-of-state travel for the fiscal year ending September 30, 2006 shall be

26 limited to situations in which 1 or more of the following conditions apply:

1 (a) The travel is required by legal mandate or court order or for law
2 enforcement purposes.

3 (b) The travel is necessary to protect the health or safety of
4 Michigan citizens or visitors or to assist other states in similar
5 circumstances.

6 (c) The travel is necessary to produce budgetary savings or to
7 increase state revenues, including protecting existing federal funds or
8 securing additional federal funds.

9 (d) The travel is necessary to comply with federal requirements.

10 (e) The travel is necessary to secure specialized training for
11 staff that is not available within this state.

12 (f) The travel is financed entirely by federal or nonstate funds.

13 (2) If out-of-state travel is necessary but does not meet 1 or more of
14 the conditions in subsection (1), the state budget director may grant an
15 exception to allow the travel. Any exceptions granted by the state budget
16 director shall be reported on a monthly basis to the senate and house of
17 representatives standing committees on appropriations.

18 (3) Not later than January 1 of each year, each department shall
19 prepare a travel report listing all travel by classified and unclassified
20 employees outside this state in the immediately preceding fiscal year that
21 was funded in whole or in part with funds appropriated in the department's
22 budget. The report shall be submitted to the chairs and members of the
23 senate and house of representatives standing committees on appropriations,
24 the fiscal agencies, and the state budget director. The report shall
25 include the following information:

26 (a) The name of each person receiving reimbursement for travel outside
27 this state or whose travel costs were paid by this state.

(b) The destination of each travel occurrence.

(c) The dates of each travel occurrence.

(d) A brief statement of the reason for each travel occurrence.

(e) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

(f) A total of all out-of-state travel funded for the immediately preceding fiscal year.

Sec. 218. Amounts appropriated in part 1 for information technology may be designated as work projects and carried forward to support technology projects under the direction of the department of information technology. Funds designated in this manner are not available for expenditure until approved as work projects under section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

Sec. 219. The department of management and budget shall reduce statewide contractual general fund expenditures by \$30,000,000.00. The state budget director is authorized to take any and all actions necessary to properly record expenditure reductions as part of the financial transactions for the fiscal year ending September 30, 2006.

DEPARTMENT OF ATTORNEY GENERAL

Sec. 301. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,500,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

1 (2) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$1,500,000.00 for state restricted
3 contingency funds. These funds are not available for expenditure until
4 they have been transferred to another line item in this bill under section
5 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$100,000.00 for local contingency
8 funds. These funds are not available for expenditure until they have been
9 transferred to another line item in this bill under section 393(2) of the
10 management and budget act, 1984 PA 431, MCL 18.1393.

11 (4) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$100,000.00 for private contingency
13 funds. These funds are not available for expenditure until they have been
14 transferred to another line item in this bill under section 393(2) of the
15 management and budget act, 1984 PA 431, MCL 18.1393.

16 Sec. 302. (1) The attorney general shall perform all legal services,
17 including representation before courts and administrative agencies
18 rendering legal opinions and providing legal advice to a principal
19 executive department or state agency. A principal executive department or
20 state agency shall not employ or enter into a contract with any other
21 person for services described in this section.

22 (2) The attorney general shall defend judges of all state courts if a
23 claim is made or a civil action is commenced for injuries to persons or
24 property caused by the judge through the performance of the judge's duties
25 while acting within the scope of his or her authority as a judge.

1 (3) The attorney general shall perform the duties specified in 1846 RS
2 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102, and as
3 otherwise provided by law.

4 Sec. 303. The attorney general may sell copies of the biennial report
5 in excess of the 350 copies that the attorney general may distribute on a
6 gratis basis. Gratis copies shall not be provided to members of the
7 legislature. Electronic copies of biennial reports shall be made available
8 on the department of attorney general's website. The attorney general
9 shall sell copies of the report at not less than the actual cost of the
10 report and shall deposit the money received into the general fund.

11 Sec. 304. The department of attorney general is responsible for the
12 legal representation for state of Michigan state employee worker's
13 disability compensation cases. The risk management revolving fund revenue
14 appropriation in part 1 is to be satisfied by billings from the department
15 of attorney general for the actual costs of legal representation, including
16 salaries and support costs.

17 Sec. 305. In addition to the funds appropriated in part 1, not more
18 than \$400,000.00 shall be reimbursed per fiscal year for food stamp fraud
19 cases heard by the third circuit court of Wayne County that were initiated
20 by the department of attorney general pursuant to the existing contract
21 between the family independence agency, the prosecuting attorneys
22 association of Michigan, and the department of attorney general. The
23 source of this funding is money earned by the department of attorney
24 general under the agreement after the allowance for reimbursement to the
25 department of attorney general for costs associated with the prosecution of
26 food stamp fraud cases. It is recognized that the federal funds are earned
27 by the department of attorney general for its documented progress on the

1 prosecution of food stamp fraud cases according to the United States
2 department of agriculture regulations and that once earned by this state,
3 the funds become state funds.

4 Sec. 306. Any proceeds from a lawsuit initiated by or settlement
5 agreement entered into on behalf of this state against a manufacturer of
6 tobacco products by the attorney general are state funds and are subject to
7 appropriation as provided by law.

8 Sec. 307. Any unobligated antitrust enforcement revenue, securities
9 fraud revenue, consumer protection or class action enforcement revenues, or
10 attorney fees recovered by the department of attorney general, not to
11 exceed \$250,000.00, may be carried forward and is available for
12 appropriation in the succeeding fiscal year.

13 Sec. 308. (1) In addition to the funds appropriated in part 1, there
14 is appropriated up to \$500,000.00 from litigation expense reimbursements
15 awarded to the state.

16 (2) The funds may be expended for the payment of litigation
17 settlements or attorney fees assessed against the office of the governor,
18 the department of attorney general or against the governor or the attorney
19 general when acting in an official capacity as the named party in
20 litigation against the state. The funds may also be expended for the
21 payment of state costs incurred under section 16 of chapter X of the code
22 of criminal procedure, 1927 PA 175, MCL 770.16.

23 (3) Unexpended funds at the end of the fiscal year may be carried
24 forward for expenditure in the following year, up to a maximum
25 authorization of \$500,000.00.

26 Sec. 309. From the prisoner reimbursement funds appropriated in part
27 1, the department may spend up to \$400,000.00 on activities related to the

state correctional facilities reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated in part 1, if the department collects in excess of \$1,131,000.00 in gross annual prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of \$1,000,000.00, is appropriated to the department of attorney general and may be spent on the representation of the department of corrections and its officers, employees, and agents, including, but not limited to, the defense of litigation against the state, its departments, officers, employees, or agents in civil actions filed by prisoners.

DEPARTMENT OF CIVIL RIGHTS

Sec. 401. In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 402. (1) In addition to the appropriations contained in part 1, the department of civil rights may receive and expend funds from local or private sources for all of the following purposes:

(a) Developing and presenting training for employers on equal employment opportunity law and procedures.

(b) The publication and sale of civil rights related informational material.

(c) The provision of copy material made available under freedom of information requests.

(d) Other copy fees, subpoena fees, and witness fees.

(e) Developing, presenting, and participating in mediation processes for certain civil rights cases.

1 (f) Workshops, seminars, and recognition or award programs consistent
2 with the programmatic mission of the individual unit sponsoring or
3 coordinating the programs.

4 (2) The department of civil rights shall annually report to the state
5 budget director, the senate and house of representatives standing
6 committees on appropriations, and the senate and house fiscal agencies the
7 amount of funds received and expended for purposes authorized under this
8 section.

9 Sec. 403. The department of civil rights may contract with local units
10 of government to review equal employment opportunity compliance of
11 potential contractors and may charge for and expend amounts received from
12 local units of government for the purpose of developing and providing these
13 contractual services.

14 **DEPARTMENT OF CIVIL SERVICE**

15 Sec. 501. (1) In addition to the funds appropriated in part 1, there
16 is appropriated an amount not to exceed \$2,000,000.00 for federal
17 contingency funds. These funds are not available for expenditure until
18 they have been transferred to another line item in this bill under section
19 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

20 (2) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$5,000,000.00 for state restricted
22 contingency funds. These funds are not available for expenditure until
23 they have been transferred to another line item in this bill under section
24 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$100,000.00 for local contingency
27 funds. These funds are not available for expenditure until they have been

transferred to another line item in this bill under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$100,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 502. (1) All restricted funds shall be assessed a sum not less than 1% of the total aggregate payroll paid from those funds for financing the department of civil service on the basis of actual 1% restricted sources total aggregate payroll of the classified service for fiscal year 2005 in accordance with section 5 of article XI of the state constitution of 1963. This includes, but is not limited to, restricted funds appropriated in part 1 of any appropriations act. Unexpended 1% appropriated funds shall be returned to each 1% fund source at the end of the fiscal year.

(2) The 1% appropriations in part 1 are estimates of actual 1% charges based on payroll appropriations. With the approval of the state budget director, the department is authorized to adjust financing sources for civil service 1% charges based on actual payroll expenditures, provided that such adjustments do not increase the total appropriation for the department of civil service.

(3) The 1% financing from restricted sources shall be credited to the department of civil service by the end of the second fiscal quarter.

Sec. 503. Except where specifically appropriated for this purpose, 1% of the financing from restricted sources shall be credited to the department of civil service. For restricted sources of funding within the

1 general fund that have the legislative authority for carryover, if current
2 spending authorization or revenues are insufficient to accept the charge,
3 the shortage shall be taken from carryforward balances of that funding
4 source. Restricted revenue sources that do not have carryforward authority
5 shall be utilized to satisfy departmental operating deducts first and civil
6 service obligations second. General fund dollars are appropriated for any
7 shortfall, pursuant to approval by the state budget director.

8 Sec. 504. The appropriation in part 1 to the department of civil
9 service, for state-sponsored group insurance, flexible spending accounts,
10 and COBRA, represents amounts, in part, included within the various
11 appropriations throughout state government for the current fiscal year to
12 fund the flexible spending account program included within the department
13 of civil service. Deposits against state-sponsored group insurance,
14 flexible spending accounts, and COBRA for the flexible spending account
15 program shall be made from assessments levied during the current fiscal
16 year in a manner prescribed by the department of civil service. Unspent
17 employee contributions to the flexible spending accounts may be used to
18 offset administrative costs for the flexible spending account program, with
19 any remaining balance of unspent employee contributions to be lapsed to the
20 general fund.

21 **INFORMATION TECHNOLOGY**

22 Sec. 573. (1) The department of information technology may sell and
23 accept paid advertising for placement on any state website under its
24 jurisdiction. The department shall review and approve the content of each
25 advertisement. The department may refuse to accept advertising from any
26 person or organization or require modification to advertisements based upon
27 criteria determined by the department. Revenue received under this

subsection will be used for operating costs of the department and for future technology enhancements to state of Michigan e-government initiatives.

(2) The department of information technology may accept gifts, donations, contributions, bequests, and grants of money from any public or private source to assist with the underwriting or sponsorship of state web pages or services offered on those web pages. A private or public funding source may receive recognition in the web page. The department of information technology may reject any gift, donation, contribution, bequest, or grant.

(3) Funds accepted by the department of information technology under subsection (1) are appropriated and allotted when received and may be expended upon receipt.

(4) Except as excluded under subsection (1), any unexpended revenue received under this section may be carried over into the succeeding fiscal year to be available for future appropriations.

Sec. 574. The department of information technology may enter into agreements to supply spatial information and technical services to other principal executive departments, state agencies, local units of government, and other organizations. The department of information technology may receive and expend funds in addition to those authorized in part 1 for providing information and technical services, publications, maps, and other products. The department of information technology may expend amounts received for salaries, supplies, and equipment necessary to provide informational products and technical services.

Sec. 575. The legislature shall have access to all historical and current data contained within MAIN pertaining to state departments. State

1 departments shall have access to all historical and current data contained
2 within MAIN.

3 Sec. 576. When used in this bill, "information technology services"
4 means services involving all aspects of managing and processing information
5 including, but not limited to, all of the following:

- 6 (a) Application development and maintenance.
- 7 (b) Desktop computer support and management.
- 8 (c) Mainframe computer support and management
- 9 (d) Server support and management.
- 10 (e) Local area network support and management.
- 11 (f) Information technology contract, project, and procurement
12 management.
- 13 (g) Information technology planning and budget management.
- 14 (h) Telecommunication services, security, infrastructure, and support.
- 15 (i) Software and software licensing.

16 Sec. 577. (1) Funds appropriated in part 1 for the Michigan public
17 safety communications system shall be expended upon approval of an
18 expenditure plan by the state budget director.

19 (2) The department of information technology shall assess all
20 subscribers of the Michigan public safety communications system reasonable
21 access and maintenance fees.

22 (3) All money received by the department of information technology
23 under this section shall be expended for the support and maintenance of the
24 Michigan public safety communications system.

25 (4) The department of information technology shall provide a report to
26 the senate and house of representatives standing committees on
27 appropriations, the senate and house fiscal agencies, and the state budget

1 director on April 15 and on October 15, indicating the amount of revenue
2 collected under this section and expended for support and maintenance of
3 the Michigan public safety communication system for the immediately
4 preceding 6-month period.

5 Sec. 580. (1) From the funds appropriated in part 1 to general
6 services, for the department of state, there is appropriated \$3,450,000.00
7 for the business application modernization project. Funds shall only be
8 used for the development, implementation, and maintenance of the business
9 application modernization project.

10 (2) Any unencumbered or unallotted funds appropriated in part 1 for
11 the business application modernization project may be carried over into the
12 succeeding fiscal year and continue to be available for expenditure until
13 the project has been completed. The total cost is estimated at
14 \$30,000,000.00, and the tentative completion date is September 30, 2008.

15 Sec. 581. In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$40,000,000.00 for interdepartmental
17 grant contingency funds. These funds are not available for expenditure
18 until they have been transferred to another line item in this bill under
19 section 393 (2) of the department of management and budget act, 1984 PA
20 431, MCL 18.1393.

21 Sec. 582. The department of information technology shall reduce
22 Michigan master computing contract general fund expenditures by
23 \$2,060,000.00. The state budget director is authorized to take any and all
24 actions necessary to properly record expenditure reductions as part of the
25 financial transactions for the fiscal year ending September 30, 2006.

26 **LEGISLATURE**

1 Sec. 600. The senate, the house of representatives, or an agency
2 within the legislative branch may receive, expend, and transfer funds in
3 addition to those authorized in part 1.

4 Sec. 601. (1) Funds appropriated in part 1 to an entity within the
5 legislative branch shall not be expended or transferred to another account
6 without written approval of the authorized agent of the legislative entity.
7 If the authorized agent of the legislative entity notifies the state budget
8 director of its approval of an expenditure or transfer before the year-end
9 book-closing date for that legislative entity, the state budget director
10 shall immediately make the expenditure or transfer. The authorized
11 legislative entity agency shall be designated by the speaker of the house
12 of representatives for house entities, the senate majority leader for
13 senate entities, and the legislative council for legislative council
14 entities.

15 (2) Funds appropriated within the legislative branch, to a legislative
16 council component, shall not be expended by any agency or other subgroup
17 included in that component without the approval of the legislative council.

18 Sec. 602. The senate may charge rent and assess charges for utility
19 costs. The amounts received for rent charges and utility assessments are
20 appropriated to the senate for the renovation, operation, and maintenance
21 of the Farnum building and other properties.

22 Sec. 603. The appropriation contained in part 1 for national
23 association dues is to be distributed by the legislative council.

24 Sec. 604. (1) The appropriation in part 1 to the legislative council
25 includes funds to operate the legislative parking facilities in the capitol
26 area. The legislative council shall establish rules regarding the
27 operation of the legislative parking facilities.

1 (2) The legislative council shall collect a fee from state employees
2 and the general public using certain legislative parking facilities. The
3 revenues received from the parking fees shall be allocated by the
4 legislative council.

5 Sec. 605. The appropriation in part 1 to the legislative council for
6 publication of the Michigan manual is considered a work project account.
7 The unexpended portion remaining on September 30 shall not lapse and shall
8 be carried forward into the subsequent fiscal year for use in paying the
9 associated biennial costs of publication of the Michigan manual.

10 Sec. 606. The appropriations in part 1 to the legislative branch, for
11 property management, shall be used to purchase equipment and services for
12 building maintenance in order to ensure a safe and productive work
13 environment. These funds, along with funds previously appropriated for
14 property management, are designated as work project appropriations and
15 shall not lapse at the end of the fiscal year, and shall continue to be
16 available for expenditure until the project has been completed. The total
17 cost is estimated at \$500,000.00, and the tentative completion date is
18 September 30, 2006.

19 Sec. 607. The appropriations in part 1 to the legislative branch, for
20 automated data processing, shall be used to purchase equipment, software,
21 and services in order to support and implement data processing requirements
22 and technology improvements. These funds, along with funds previously
23 appropriated for automated data processing, are designated as work project
24 appropriations and shall not lapse at the end of the fiscal year, and shall
25 continue to be available for expenditure until the project has been
26 completed. The total cost is estimated at \$500,000.00, and the tentative
27 completion date is September 30, 2006.

1 Sec. 608. In addition to funds appropriated in part 1, the Michigan
2 capitol committee publications save the flags fund account may accept
3 contributions, gifts, bequests, devises, grants, and donations. Those
4 funds that are not expended in the fiscal year ending September 30 shall
5 not lapse at the close of the fiscal year, and shall be carried forward for
6 expenditure in the following fiscal years.

7 Sec. 609. Funds appropriated in part 1 for e-Law, the legislative
8 council's technology enhancement project, shall be used to support
9 technology improvements for legislative functions performed by the
10 legislative council agencies and to provide greater access to the public
11 regarding legislative information. These funds, along with funds
12 previously appropriated for the legislative session integration system, are
13 designated as work project appropriations and shall not lapse at the end of
14 the fiscal year, and shall continue to be available for expenditure until
15 the project has been completed. The total cost is estimated at
16 \$3,992,750.00, and the tentative completion date is September 30, 2006.

17 Sec. 610. The funds appropriated in part 1 shall not be used to pay
18 for health insurance benefits for unmarried domestic partners of
19 legislators or legislative employees.

20 Sec. 611. Pursuant to section 53 of article IV of the state
21 constitution of 1963, the auditor general shall conduct audits of the
22 judicial branch. The audits may include the supreme court and its
23 administrative units, the court of appeals, and trial courts.

24 Sec. 612. (1) The auditor general shall take all reasonable steps to
25 ensure that certified minority- and women-owned and operated accounting
26 firms, and accounting firms owned and operated by persons with disabilities
27 participate in the audits of the books, accounts, and financial affairs of

1 each principal executive department, branch, institution, agency, and
2 office of this state.

3 (2) The auditor general shall strongly encourage firms with which the
4 auditor general contracts to perform audits of the principal executive
5 departments and state agencies to subcontract with certified minority- and
6 women-owned and operated accounting firms, and accounting firms owned and
7 operated by persons with disabilities.

8 (3) The auditor general shall compile an annual report regarding the
9 number of contracts entered into with certified minority- and women-owned
10 and operated accounting firms, and accounting firms owned and operated by
11 persons with disabilities. The auditor general shall deliver the report to
12 the state budget director and the senate and house of representatives
13 standing committees on appropriations subcommittees on general government
14 by November 1 of each year.

15 Sec. 613. From the funds appropriated in part 1 to the legislative
16 auditor general, the legislative auditor general's salary and the salaries
17 of the remaining 2.0 FTE unclassified positions shall be set by the speaker
18 of the house of representatives, the senate majority leader, the house of
19 representatives minority leader, and the senate minority leader.

20 Sec. 614. Any audits, reviews, or investigations requested of the
21 auditor general by the legislature or by legislative leadership,
22 legislative committees, or individual legislators should include an
23 estimate of the additional costs involved and, when those costs exceed
24 \$50,000.00, should provide supplemental funding. The auditor general will
25 determine whether to perform those activities in keeping with Audit
26 Directive No. 29, which describes the office of auditor general policy on
27 responding to legislative requests.

1 **DEPARTMENT OF MANAGEMENT AND BUDGET**

2 Sec. 701. (1) In addition to the funds appropriated in part 1, there
3 is appropriated an amount not to exceed \$2,000,000.00 for federal
4 contingency funds. These funds are not available for expenditure until
5 they have been transferred to another line item in this bill under section
6 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

7 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$3,000,000.00 for state restricted
9 contingency funds. These funds are not available for expenditure until
10 they have been transferred to another line item in this bill under section
11 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

12 (3) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$50,000.00 for local contingency
14 funds. These funds are not available for expenditure until they have been
15 transferred to another line item in this bill under section 393(2) of the
16 management and budget act, 1984 PA 431, MCL 18.1393.

17 Sec. 702. Proceeds in excess of necessary costs incurred in the
18 conduct of transfers or auctions of state surplus, salvage, or scrap
19 property made pursuant to section 267 of the management and budget act,
20 1984 PA 431, MCL 18.1267, are appropriated to the department of management
21 and budget to offset costs incurred in the acquisition and distribution of
22 federal surplus property.

23 Sec. 704. (1) The department of management and budget may receive and
24 expend funds in addition to those authorized by part 1 for maintenance and
25 operation services provided specifically to other principal executive
26 departments or state agencies, the legislative branch, the judicial branch,

1 or private tenants, or provided in connection with facilities transferred
2 to the operational jurisdiction of the department of management and budget.

3 (2) The department of management and budget may receive and expend
4 funds in addition to those authorized by part 1 for real estate,
5 architectural, design, and engineering services provided specifically to
6 other principal executive departments or state agencies, the legislative
7 branch, or the judicial branch.

8 (3) The department of management and budget may receive and expend
9 funds in addition to those authorized in part 1 for mail pickup and
10 delivery services provided specifically to other principal executive
11 departments and state agencies, the legislative branch, or the judicial
12 branch.

13 (4) The department of management and budget may receive and expend
14 funds in addition to those authorized in part 1 for purchasing services
15 provided specifically to other principal executive departments and state
16 agencies, the legislative branch, or the judicial branch.

17 Sec. 705. (1) The source of financing in part 1 for statewide
18 appropriations shall be funded by assessments against longevity and
19 insurance appropriations throughout state government in a manner prescribed
20 by the department of management and budget. Funds shall be used as
21 specified in joint labor/management agreements or through the coordinated
22 compensation hearings process. Any deposits made under this subsection and
23 any unencumbered funds are restricted revenues, may be carried over into
24 the succeeding fiscal years, and are appropriated.

25 (2) In addition to the funds appropriated in part 1 for statewide
26 appropriations, the department of management and budget may receive and
27 expend funds in such additional amounts as may be specified in joint

labor/management agreements or through the coordinated compensation hearings process in the same manner and subject to the same conditions as prescribed in subsection (1).

Sec. 706. To the extent a specific appropriation is required for a detail source of financing included in part 1 for the department of management and budget appropriations financed from special revenue and internal service and pension trust funds, or MAIN user charges, the specific amounts are appropriated within the special revenue internal service and pension trust funds in portions not to exceed the aggregate amount appropriated in part 1.

Sec. 707. In addition to the funds appropriated in part 1 to the department of management and budget, the department may receive and expend funds from other principal executive departments and state agencies to implement donated annual leave and administrative leave bank transfer provisions as may be specified in joint labor/management agreements. The amounts may also be transferred to other principal executive departments and state agencies under the joint agreement and any amounts transferred under the joint agreement are authorized for receipt and expenditure by the receiving principal executive department or state agency. Any amounts received by the department of management and budget under this section and intended, under the joint labor/management agreements, to be available for use beyond the close of the fiscal year and any unencumbered funds may be carried over into the succeeding fiscal year.

Sec. 708. The source of financing in part 1 for the Michigan administrative information network shall be funded by proportionate charges assessed against the respective state funds benefiting from this project in the amounts determined by the department.

1 Sec. 709. (1) Deposits against the interdepartmental grant from
2 building occupancy and parking charges appropriated in part 1 shall be
3 collected, in part, from state agencies, the legislative branch, and the
4 judicial branch based on estimated costs associated with maintenance and
5 operation of buildings managed by the department of management and budget.
6 To the extent excess revenues are collected due to estimates of building
7 occupancy charges exceeding actual costs, the excess revenues may be
8 carried forward into succeeding fiscal years for the purpose of returning
9 funds to state agencies.

10 (2) Appropriations in part 1 to the department of management and
11 budget, for management and budget services from building occupancy charges
12 and parking charges, may be increased to return excess revenue collected to
13 state agencies.

14 Sec. 711. The department of management and budget shall maintain an
15 Internet website that contains notice of all invitations for bids and
16 requests for proposals over \$50,000.00 issued by the department or by any
17 state agency operating under delegated authority. The department shall not
18 accept an invitation for bid or request for proposal in less than 14 days
19 after the notice is made available on the Internet website, except in
20 situations where it would be in the best interest of the state and
21 documented by the department. In addition to the requirements of this
22 section, the department may advertise the invitations for bids and requests
23 for proposals in any manner the department determines appropriate, in order
24 to give the greatest number of individuals and businesses the opportunity
25 to make bids or requests for proposals.

26 Sec. 712. The department of management and budget may receive and
27 expend funds from the Vietnam veterans memorial monument fund as provided

1 in the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to
2 35.1057. Funds are appropriated and allocated when received and may be
3 expended upon receipt.

4 Sec. 713. The Michigan veterans' memorial park commission may receive
5 and expend money from any source, public or private, including, but not
6 limited to, gifts, grants, donations of money, and government
7 appropriations, for the purposes described in Executive Order No. 2001-10.
8 Funds are appropriated and allocated when received and may be expended upon
9 receipt. Any deposits made under this section and unencumbered funds are
10 restricted revenues and may be carried over into succeeding fiscal years.

11 Sec. 714. Funds collected by the department of management and budget
12 under sections 55, 57, 58, and 59 of the administrative procedures act of
13 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203
14 of the legislative council act, 1986 PA 268, MCL 4.1203, are appropriated
15 for all expenses necessary to provide for the costs of publication and
16 distribution. The funds appropriated under this section are allotted for
17 expenditure when they are received by the department of treasury and shall
18 not lapse to the general fund at the end of the fiscal year.

19 Sec. 715. (1) Funds in part 1 for motor vehicle fleet are appropriated
20 to the department of management and budget for administration and for the
21 acquisition, lease, operation, maintenance, repair, replacement, and
22 disposal of state motor vehicles.

23 (2) The appropriation in part 1 for motor vehicle fleet shall be
24 funded by revenue from rates charged to principal executive departments and
25 agencies for utilizing vehicle travel services provided by the department.
26 Revenue in excess of the amount appropriated in part 1 from the motor

transport fund and any unencumbered funds are restricted revenues and may be carried over into the succeeding fiscal year.

Sec. 721. In addition to the funds appropriated in part 1, the department of management and budget may receive and expend money from the Michigan law enforcement officers memorial monument fund as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

Sec. 722. In addition to the funds appropriated in part 1, the department of management and budget may receive and expend money from the Ronald Wilson Reagan memorial monument fund as provided in the Ronald Wilson Reagan memorial monument fund commission act, 2004 PA 489, MCL 399.261 to 399.266.

DEPARTMENT OF STATE

Sec. 801. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$7,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$50,000.00 for local contingency funds. These funds are not available for expenditure until they have been

1 transferred to another line item in this bill under section 393(2) of the
2 department of management and budget act, 1984 PA 431, MCL 18.1393.

3 (4) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$100,000.00 for private contingency
5 funds. These funds are not available for expenditure until they have been
6 transferred to another line item in this bill under section 393(2) of the
7 department of management and budget act, 1984 PA 431, MCL 18.1393.

8 Sec. 802. All funds made available by section 3171 of the insurance
9 code of 1956, 1956 PA 218, MCL 500.3171, are appropriated and made
10 available to the department of state to be expended only for the uses and
11 purposes for which the funds are received as provided by sections 3171 to
12 3177 of the insurance code of 1956, 1956 PA 218, MCL 500.3171 to 500.3177.

13 Sec. 803. From the funds appropriated in part 1, the department of
14 state shall sell copies of records including, but not limited to, records
15 of motor vehicles, off-road vehicles, snowmobiles, watercraft, mobile
16 homes, personal identification cardholders, drivers, and boat operators and
17 shall charge \$7.00 per record sold only as authorized in section 208b of
18 the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA
19 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the natural
20 resources and environmental protection act, 1994 PA 451, MCL 324.80130,
21 324.80315, 324.81114, and 324.82156. The department shall use the revenue
22 received from the sale of records for necessary expenses as appropriated in
23 part 1. The balance of the fee revenue remaining on September 30 shall
24 revert to the general fund.

25 Sec. 804. From the funds appropriated in part 1, the secretary of
26 state may enter into agreements with the department of corrections for the

1 manufacture of vehicle registration plates 15 months before the
2 registration year in which the registration plates will be used.

3 Sec. 805. (1) The department of state may accept gifts, donations,
4 contributions, and grants of money and other property from any private or
5 public source to underwrite, in whole or in part, the cost of a
6 departmental publication that is prepared and disseminated under the
7 Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or
8 public funding source may receive written recognition in the publication
9 and may furnish a traffic safety message, subject to departmental approval,
10 for inclusion in the publication. The department may reject a gift,
11 donation, contribution, or grant. The department may furnish copies of a
12 publication underwritten, in whole or in part, by a private source to the
13 underwriter at no charge.

14 (2) The department of state may sell and accept paid advertising for
15 placement in a departmental publication that is prepared and disseminated
16 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. The
17 department may charge and receive a fee for any advertisement appearing in
18 a departmental publication and shall review and approve the content of each
19 advertisement. The department may refuse to accept advertising from any
20 person or organization. The department may furnish a reasonable number of
21 copies of a publication to an advertiser at no charge.

22 (3) Pending expenditure, the funds received under this section shall
23 be deposited in the Michigan department of state publications fund created
24 by section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211.
25 Funds given, donated, or contributed to the department from a private
26 source are appropriated and allocated for the purpose for which the revenue
27 is furnished. Funds granted to the department from a public source are

1 allocated and may be expended upon receipt. The department shall not accept
2 a gift, donation, contribution, or grant if receipt is conditioned upon a
3 commitment of state funding at a future date. Revenue received from the
4 sale of advertising is appropriated and may be expended upon receipt.

5 (4) Any unexpended revenues received under this section shall be
6 carried over into subsequent fiscal years and shall be available for
7 appropriation for the purposes described in this section.

8 (5) On March 1 of each year, the department of state shall file a
9 report with the senate and house of representatives standing committees on
10 appropriations, the senate and house fiscal agencies, and the state budget
11 director. The report shall include all of the following information:

12 (a) The amount of gifts, contributions, donations, and grants of money
13 received by the department under this section for the prior fiscal year.

14 (b) A listing of the expenditures made from the amounts received by
15 the department as reported in subdivision (a).

16 (c) A listing of any gift, donation, contribution, or grant of
17 property other than funding received by the department under this section
18 for the prior year.

19 (d) The total revenue received from the sale of paid advertising
20 accepted under this section and a statement of the total number of
21 advertising transactions.

22 (6) In addition to copies delivered without charge as the secretary of
23 state considers necessary, the department of state may sell copies of
24 manuals and other publications regarding the sale, ownership, or operation
25 or regulation of motor vehicles, with amendments, at prices to be
26 established by the secretary of state. As used in this subsection, the
27 term "manuals and other publications" means videos and proprietary

1 electronic publications. All funds received from sales of these manuals
2 and other publications shall be credited to the Michigan department of
3 state publications fund.

4 Sec. 806. Funds collected by the department of state under section 211
5 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated
6 for all expenses necessary to provide for the costs of the publication.
7 Funds are allotted for expenditure when they are received by the department
8 of treasury and shall not lapse to the general fund at the end of the
9 fiscal year.

10 Sec. 807. From the funds appropriated in part 1, the department of
11 state shall use available balances at the end of the state fiscal year to
12 provide payment to the department of state police in the amount of
13 \$315,900.00 for the services provided by the traffic accident records
14 program as first appropriated in 1990 PA 196 and 1990 PA 208.

15 Sec. 808. From the funds appropriated in part 1, the department of
16 state may restrict funds from miscellaneous revenue to cover cash shortages
17 created from normal branch office operations. This amount shall not exceed
18 \$50,000.00 of the total funds available in miscellaneous revenue.

19 Sec. 809. (1) Commemorative and specialty license plate fee revenue
20 collected by the department of state and deposited into the transportation
21 administration collection fund is authorized for expenditure up to the
22 amount of revenue collected but not to exceed the amount appropriated to
23 the department of state in part 1 to administer commemorative and specialty
24 license plate programs.

25 (2) Commemorative and specialty license plate fee revenue collected by
26 the department of state and deposited in the transportation administration
27 collection fund, in addition to the amount appropriated in part 1 to the

1 department of state, shall remain in the transportation administration
2 collection fund and be available for future appropriation.

3 Sec. 810. Funds or revenues in the Olympic education training center
4 fund are appropriated for distribution to the Olympic education training
5 center at Northern Michigan University. Distributions shall occur on a
6 quarterly basis. Any undistributed revenue remaining at the end of the
7 fiscal year shall be carried over into the next fiscal year.

8 Sec. 811. The department of state may produce and sell copies of a
9 training video designed to inform registered automotive repair facilities
10 of their obligations under Michigan law. The price shall not exceed the
11 cost of production and distribution. The money received from the sale of
12 training videos shall revert to the department of state and be placed in
13 the auto repair facility account.

14 Sec. 812. (1) The department of state, in collaboration with the gift
15 of life transplantation society or its successor federally designated organ
16 procurement organization, may develop and administer a public information
17 campaign concerning the Michigan organ donor program.

18 (2) The department may solicit funds from any private or public source
19 to underwrite, in whole or in part, the public information campaign
20 authorized by this section. The department may accept gifts, donations,
21 contributions, and grants of money and other property from private and
22 public sources for this purpose. A private or public funding source
23 underwriting the public information campaign, in whole or in substantial
24 part, shall receive sponsorship credit for its financial backing.

25 (3) Funds received under this section, including grants from state and
26 federal agencies, shall not lapse to the general fund at the end of the

1 fiscal year but shall remain available for expenditure for the purposes
2 described in this section.

3 (4) In addition to the appropriations in part 1, the department of
4 state may receive and expend funds from the organ and tissue donation
5 education fund for administrative expenses.

6 Sec. 813. Collector plate and fund-raising registration plate revenues
7 collected by the department of state are appropriated and allotted for
8 distribution to the recipient university or public or private agency
9 overseeing a state-sponsored goal when received. Distributions shall occur
10 on a quarterly basis or as otherwise authorized by law. Any revenues
11 remaining at the end of the fiscal year shall not lapse to the general fund
12 but shall remain available for distribution to the university or agency in
13 the next fiscal year.

14 Sec. 814. (1) Funding appropriated in part 1 for the organ donor
15 program shall be used for producing a pamphlet to be distributed with
16 driver licenses and personal identification cards regarding organ
17 donations. The funds shall be used to update and print a pamphlet that
18 will explain the organ donor program and encourage people to become donors
19 by marking a checkoff on driver license and personal identification card
20 applications.

21 (2) The pamphlet shall include a return reply form addressed to the
22 gift of life organization. Funding appropriated in part 1 for the organ
23 donor program shall be used to pay for return postage costs.

24 Sec. 815. At least 60 days prior to the announcement of secretary of
25 state branch office closings, consolidations, or relocations, the
26 department of state shall inform members of the senate and house of
27 representatives standing committees on appropriations and legislators who

1 represent affected areas regarding the details of the proposal. The
2 information provided shall be in written form and include all analysis done
3 regarding criteria for changes in the location of branch offices,
4 including, but not limited to, branch transactions, revenue, and the impact
5 on citizens of the affected area. The impact on citizens shall include
6 information regarding additional distance to branch office locations
7 resulting from the plan. The above written notice provided by the
8 department of state shall also include detailed estimates of costs and
9 savings that will result from the overall changes made to the branch office
10 structure.

11 Sec. 816. (1) Any service assessment collected by the department of
12 state from the user of a credit or debit card under section 3 of 1995 PA
13 144, MCL 11.23, is appropriated to the department for necessary expenses
14 related to that service and may be remitted to a credit or debit card
15 company, bank, or other financial institution. Funds are allocated for
16 expenditure when they are received by the department of treasury.

17 (2) The service assessment imposed by the department of state for
18 credit and debit card services may be based either on a percentage of each
19 individual credit or debit card transaction, or on a flat rate per
20 transaction, or both scaled to the amount of the transaction. However, the
21 department shall not charge any amount for a service assessment which
22 exceeds the costs billable to the department for service assessments.

23 (3) If there is a balance of service assessments received from credit
24 and debit card services remaining on September 30, the balance may be
25 carried forward to the following fiscal year and appropriated for the same
26 purpose.

(4) As used in this section, "service assessment" means and includes costs associated with service fees imposed by credit and debit card companies and processing fees imposed by banks and other financial institutions.

DEPARTMENT OF TREASURY

OPERATIONS

Sec. 901. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$200,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$50,000.00 for private contingency funds. These funds are not available for expenditure until they have been

transferred to another line item in this bill under section 393(2) of the department of management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 902. (1) Amounts needed to pay for interest, fees, principal, arbitrage rebates as required by federal law, and costs associated with the payment, registration, trustee services, credit enhancements, and issuing costs in excess of the amount appropriated to the department of treasury in part 1 for debt service on notes and bonds that are issued by the state under sections 14, 15, and 16 of article IX of the state constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are appropriated.

(2) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

Sec. 903. (1) From the funds appropriated in part 1, the department of treasury may contract with private collection agencies and law firms to collect taxes and other accounts due this state. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund collection costs and fees not to exceed 25% of the collections or 2.5% plus operating costs, whichever amount is prescribed by the contract. The appropriation to fund collection costs and fees for the collection of taxes or other accounts due this state are from the fund or account to which the revenues being collected are recorded or dedicated. However, if the taxes collected are constitutionally dedicated for a specific purpose, the appropriation of collection costs and fees are from the general purpose account of the general fund.

(2) From the funds appropriated in part 1, the department of treasury may contract with private collections agencies and law firms to collect

1 defaulted student loans and other accounts due the Michigan guaranty
2 agency. In addition to the amounts appropriated in part 1 to the
3 department of treasury, there are appropriated amounts necessary to fund
4 collection costs and fees not to exceed 22% of the collection or a lesser
5 amount as prescribed by the contract. The appropriation to fund collection
6 costs and fees for the auditing and collection of defaulted student loans
7 due the Michigan guaranty agency is from the fund or account to which the
8 revenues being collected are recorded or dedicated.

9 (3) The department of treasury shall submit a report for the
10 immediately preceding fiscal year ending September 30 to the state budget
11 director and the senate and house of representatives standing committees on
12 appropriations not later than November 30 stating the agencies or law firms
13 employed, the amount of collections for each, the costs of collection, and
14 other pertinent information relating to determining whether this authority
15 should be continued.

16 Sec. 904. (1) The department of treasury, through its bureau of
17 investments, may charge an investment service fee against the applicable
18 retirement funds. The fees may be expended for necessary salaries, wages,
19 contractual services, supplies, materials, equipment, travel, worker's
20 compensation insurance premiums, and grants to the civil service commission
21 and state employees' retirement funds. Service fees shall not exceed the
22 aggregate amount appropriated in part 1. The department of treasury shall
23 maintain accounting records in sufficient detail to enable the retirement
24 funds to be reimbursed periodically for fee revenue that is determined by
25 the department of treasury to be surplus.

26 (2) In addition to the funds appropriated in part 1 from the
27 retirement funds to the department of treasury, there is appropriated from

1 retirement funds an amount sufficient to pay for the services of money
2 managers, investment advisors, investment consultants, custodians, and
3 other outside professionals, the state treasurer considers necessary to
4 prudently manage the retirement funds' investment portfolios. The state
5 treasurer shall report annually to the senate and house of representatives
6 standing committees on appropriations and the state budget office
7 concerning the performance of each portfolio by investment advisor.

8 Sec. 905. (1) The department of treasury shall sell copies of the
9 state tax manual, uniform accounting procedures manual, general property
10 tax law manual, and other local government assistance manuals with
11 amendments, at a price not to exceed the cost of production. The revenue
12 received from the sale of preparation and local government assistance
13 manuals shall revert to the department of treasury and be placed in the
14 local government assistance manual revolving fund.

15 (2) In addition to the funds appropriated in part (1), revenue
16 received from the sale of those manuals is appropriated.

17 Sec. 906. (1) The department of treasury shall charge for audits as
18 permitted by state or federal law or under contractual arrangements with
19 local units of government, other principal executive departments, or state
20 agencies. A report detailing audits performed and audit charges for the
21 immediately preceding fiscal year shall be submitted to the state budget
22 director and the senate and house fiscal agencies not later than November
23 30.

24 (2) The appropriation in part 1 to the department of treasury, for
25 state compliance audits, shall be used to cover the cost of the state
26 audits performed by independent certified public accountants or department
27 of treasury auditors. The scope of the state audit shall be defined by the

1 state treasurer. The state audits shall be performed by independent
2 certified public accountants contracted with by the state treasurer or by
3 department of treasury auditors, if the county has agreed to contract with
4 and pay the department for their financial single audit.

5 (3) The state audits shall be performed for the most current county
6 fiscal year in conjunction with the financial single audit. The state audit
7 may be performed either by certified public accountants contracted by the
8 state treasurer or department of treasury staff, independent of the
9 financial single audit, if a state audit has not been performed within the
10 last 3 years.

11 Sec. 907. A revolving fund known as the assessor certification and
12 training fund is created in the department of treasury. The assessor
13 certification and training fund shall be used to organize and operate a
14 property assessor certification and training program. Each participant
15 certified and trained shall pay to the department of treasury an
16 examination fee of \$50.00, an initial certification fee of \$50.00, an
17 annual renewal fee of \$75.00 for levels 1 and 2, and \$125.00 for levels 3
18 and 4 to offset the cost of administering the certification and training
19 program. Training courses shall be offered in assessment administration.
20 Each participant shall pay a fee to cover the expenses incurred in offering
21 the optional programs to certified assessing personnel and other
22 individuals interested in an assessment career opportunity. The fees
23 collected shall be credited to the assessor certification and training
24 fund.

25 Sec. 908. The amount appropriated in part 1 to the department of
26 treasury, home heating assistance program, is to cover the costs, including
27 data processing, of administering federal home heating credits to eligible

claimants and to administer the supplemental fuel cost payment program for eligible tax credit and welfare recipients.

Sec. 909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to 207.383, is appropriated and shall be distributed under section 7a of the airport parking tax act, 1987 PA 248, MCL 207.377a.

Sec. 910. The disbursement by the department of treasury from the bottle deposit fund to dealers as required by section 3c(2) of the Initiated Law of 1976, MCL 445.573c, is appropriated.

Sec. 911. (1) There is appropriated an amount sufficient to recognize and pay refundable income tax credits as provided by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(2) The appropriations under subsection (1) shall be funded by restricting income tax revenue in an amount sufficient to record these expenditures.

Sec. 912. A plaintiff in a garnishment action involving this state shall pay to the state treasurer 1 of the following:

(a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served upon the state treasurer, as provided in section 4012 of the revised judicature act of 1961, 1961 PA 236, MCL 600.4012.

(b) A fee of \$6.00 at the time any other writ of garnishment is served upon the state treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment for individual income tax refunds or credits filed by magnetic media.

Sec. 913. (1) The department of treasury may contract with private firms to appraise and, if necessary, appeal the assessments of senior citizen cooperative housing units. Payment for this service shall be from savings resulting from the appraisal or appeal process.

(2) Of the funds appropriated in part 1 to the department of treasury for the senior citizens' cooperative housing tax exemption program, a portion is to be utilized for a program audit of the program. The department of treasury shall forward copies of the audit report to the senate and house of representatives standing committees on appropriations subcommittees on general government and to the state budget office. The department of treasury may utilize up to 1% of the funds for program administration and auditing.

Sec. 914. The department of treasury may provide a \$200.00 annual prize from the Ehlers internship award account in the gifts, bequests, and deposit fund to the runner-up of the Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

Sec. 915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount equal to the amounts designated for tax year 2005. Except as otherwise provided in this section, the amount appropriated shall not revert to the general fund and shall remain in the state campaign fund. Any amounts remaining in the state campaign fund in excess of \$10,000,000.00 on December 31, 2006 shall revert to the general fund.

Sec. 916. The department of treasury may make available to interested entities otherwise unavailable customized unclaimed property listings of nonconfidential information in its possession. The charge for this information is as follows: 1 to 100,000 records at 2.5 cents per record and 100,001 or more records at .5 cents per record. The revenue received from this service shall be deposited to the appropriate revenue account or fund. The department shall submit an annual report on or before June 1 to

1 the state budget director and the senate and house of representatives
2 standing committees on appropriations that states the amount of revenue
3 received from the sale of information.

4 Sec. 917. (1) There is appropriated for write-offs and advances an
5 amount equal to total write-offs and advances for departmental programs,
6 but not to exceed current year authorizations that would otherwise lapse to
7 the general fund.

8 (2) The department of treasury shall submit a report for the
9 immediately preceding fiscal year to the state budget director and the
10 senate and house fiscal agencies not later than November 30, stating the
11 amounts appropriated for write-offs and advances under subsection (1).

12 Sec. 918. In addition to funds appropriated in part 1, the department
13 of treasury may receive and expend funds for conducting tax orientation
14 workshops and seminars. Funds received may not exceed costs incurred in
15 conducting the workshops and seminars.

16 Sec. 919. (1) From funds appropriated in part 1, the department of
17 treasury may contract with private auditing firms to audit for and collect
18 unclaimed property due this state in accordance with the Michigan uniform
19 unclaimed property act. In addition to the amounts appropriated in part 1
20 to the department of treasury, there are appropriated amounts necessary to
21 fund auditing and collection costs and fees not to exceed 12% of the
22 collections, or a lesser amount as prescribed by the contract. The
23 appropriation to fund collection costs and fees for the auditing and
24 collection of unclaimed property due this state is from the fund or account
25 to which the revenues being collected are recorded or dedicated.

26 (2) The department of treasury shall submit a report for the
27 immediately preceding fiscal year ending September 30 to the state budget

1 director and the senate and house of representatives standing committees on
2 appropriations not later than November 30 stating the auditing firms
3 employed, the amount of collections for each, the costs of collection, and
4 other pertinent information relating to determining whether this authority
5 should be continued.

6 Sec. 921. The state general fund/general purpose appropriation in part
7 1 for renaissance zone reimbursement is allocated to reimburse public
8 libraries as provided by section 12 of the Michigan renaissance zone act,
9 1996 PA 376, MCL 125.2692, for property taxes levied in 2004.

10 Reimbursements shall be made in amounts to each eligible recipient not
11 later than 60 days after the department of treasury certifies to the
12 department that it has received all necessary information to properly
13 determine the amounts due each eligible recipient under section 12(4) of
14 the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692. Any excess
15 allocations shall lapse to the general fund.

16 Sec. 922. The department of treasury shall submit a report for the
17 immediately preceding fiscal year ending September 30 to the senate and
18 house of representatives standing committees on appropriations
19 subcommittees on general government, the senate and house fiscal agencies,
20 and the state budget director by November 30 stating the amount of Michigan
21 transportation fund revenue collected and the cost of collection.

22 Sec. 924. (1) In addition to the funds appropriated in part 1, the
23 department of treasury may receive and expend principal residence audit
24 fund revenue for administration of principal residence audits under the
25 general property tax act, 1893 PA 206, MCL 211.1 to 211.157.

26 (2) The department of treasury shall submit a report for the
27 immediately preceding fiscal year to the state budget director and the

senate and house fiscal agencies not later than December 31, stating the amount of revenue appropriated for principal residence audits under subsection (1).

Sec. 928. The department of treasury may provide receipt, warrant and cash processing, data, collection, investment, fiscal agent, levy and warrant cost assessment, writ of garnishment, and other user services on a contractual basis for other principal executive departments and state agencies. Funds for the services provided are appropriated and shall be expended for salaries and wages, fees, supplies, and equipment necessary to provide the services. Any unobligated balance of the funds received shall revert to the general fund of this state as of September 30.

Sec. 929. The department of treasury may enter into agreements to supply data or collection services to other executive principal departments or state agencies, the United States department of treasury, or local units of government within this state. The department of treasury shall charge for this tax data service and amounts received are appropriated and shall be expended for salaries and wages, fees, supplies, and equipment necessary to provide the service. Any unobligated balance of the fund shall revert to the general fund of this state as of September 30.

Sec. 930. (1) The department of treasury shall provide accounts receivable collections services to other principal executive departments and state agencies under 1927 PA 375, MCL 14.131 to 14.134. The department of treasury shall deduct a fee equal to the cost of collections from all receipts except unrestricted general fund collections. Fees shall be credited to a restricted revenue account and appropriated to the department of treasury to pay for the cost of collections. The department of treasury shall maintain accounting records in sufficient detail to enable the

1 respective accounts to be reimbursed periodically for fees deducted that
2 are determined by the department of treasury to be surplus to the actual
3 cost of collections.

4 (2) The department of treasury shall submit a report for the
5 immediately preceding fiscal year to the state budget director and the
6 senate and house fiscal agencies not later than November 30, stating the
7 principal executive departments and state agencies served, funds collected,
8 and costs of collection under subsection (1).

9 Sec. 931. (1) The appropriation in part 1 to the department of
10 treasury, for treasury fees, shall be assessed against all restricted funds
11 that receive common cash earnings. Treasury fees include all costs,
12 including administrative overhead, relating to the investment of each
13 restricted fund. The fee assessed against each restricted fund will be
14 based on the size of the restricted fund (the absolute value of the average
15 daily cash balance plus the market value of investments in the prior fiscal
16 year) and the level of effort necessary to maintain the restricted fund as
17 required by each department. The department of treasury shall provide a
18 report to the state budget director, the senate and house of
19 representatives standing committees on appropriations subcommittees on
20 general government, and the senate and house fiscal agencies by November 30
21 of each year identifying the fees assessed against each restricted fund.

22 (2) In addition to the funds appropriated in part 1, the department of
23 treasury may receive and expend investment fees relating to new restricted
24 funding sources that participate in common cash earnings during the current
25 fiscal year. When a new restricted fund is created starting on or after
26 October 1, that restricted fund will be assessed a fee using the same
27 criteria identified in (1).

1 Sec. 932. Revenue received under the Michigan education trust act,
2 1986 PA 316, MCL 390.1421 to 390.1444, may be expended by the board of
3 directors of the Michigan education trust for necessary salaries, wages,
4 supplies, contractual services, equipment, worker's compensation insurance
5 premiums, and grants to the civil service commission and state employees'
6 retirement fund.

7 Sec. 933. (1) The \$1,000,000.00 appropriated in part 1 for the Michigan
8 education savings program is from the Michigan merit award trust fund to
9 fund an incentive program for the Michigan education savings program
10 created under the Michigan education savings program act, 2000 PA 161, MCL
11 390.1471 to 390.1486.

12 (2) The funds appropriated for the Michigan education savings program
13 shall be used to provide a state match to dollars invested on behalf of
14 each child named as a designated beneficiary in the Michigan education
15 savings program who is 6 years of age or less, who is a Michigan resident,
16 and whose family's income is \$80,000.00 or less.

17 (3) During the current fiscal year, the state shall provide \$1.00 of
18 matching funds for each \$3.00 of individual contributions to the
19 educational savings accounts. The maximum state match for each designated
20 beneficiary shall be \$200.00.

21 (4) The state match shall be available only in the first year the
22 child is enrolled in the Michigan education savings program.

23 Sec. 934. The department of treasury may expend revenues received
24 under the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84,
25 for necessary salaries, wages, supplies, contractual services, equipment,
26 worker's compensation insurance premiums, and grants to the civil service
27 commission and state employees' retirement fund. The department of

1 treasury shall maintain accounting records in sufficient detail to enable
2 the hospital clients to be reimbursed periodically for fees that are
3 determined by the department of treasury to be surplus to needs.

4 Sec. 935. The department of treasury may expend revenue received under
5 the shared credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, for
6 necessary salaries, wages, supplies, contractual services, equipment,
7 worker's compensation insurance premiums, and grants to the civil service
8 commission and state employees' retirement fund.

9 Sec. 936. The department of treasury shall establish a separate
10 account for the funds related to the Michigan higher education facilities
11 authority. The department of treasury may expend revenue received under
12 the higher education facilities authority act, 1969 PA 295, MCL 390.921 to
13 390.934, for necessary salaries, wages, supplies, contractual services,
14 equipment, worker's compensation insurance premiums, and grants to the
15 civil service commission and state employees' retirement fund. The
16 department of treasury shall maintain accounting records in sufficient
17 detail to enable the educational institution clients to be reimbursed
18 periodically for fees that are determined by the department to be surplus
19 to needs.

20 Sec. 937. The department of treasury may expend revenues received
21 under the Michigan public educational facilities authority, Executive Order
22 No. 2002-3, for necessary salaries, wages, supplies, contractual services,
23 equipment, worker's compensation insurance premiums, and grants to the
24 civil service commission and state employees' retirement fund.

25 Sec. 940. In addition to the funds appropriated in part 1, if the
26 department collects in excess of \$12 million in personal property tax audit
27 revenue, the excess, up to \$1 million, is appropriated for additional

1 personal property tax audits. If the department collects in excess of \$26
2 million, the excess, up to an additional \$2.5 million, is appropriated for
3 personal property tax audits. The funding in part 1 and in this section
4 shall be used to hire state classified civil service employees or
5 contractors under the supervision of the department.

6 Sec. 941. In addition to the funds appropriated in part 1, there is
7 appropriated up to \$570,000.00 from standardized audit schedules recovered
8 delinquent tax collection revenues for the support of standardized audit
9 schedule project expenses. Any unexpended funds at the end of the fiscal
10 year shall lapse to the General Fund.

11 Sec. 942. In addition to the funds appropriated in part 1, the
12 department of treasury may receive and expend municipal finance fee revenue
13 collected in accordance with PA 34 of 2001, as amended for necessary
14 salaries, wages, supplies, contractual services, equipment, worker's
15 compensation insurance premiums, and grants to the civil service commission
16 and state employees' retirement fund. Any unexpended funds at the end of
17 the fiscal year lapses to the general fund.

18 **REVENUE SHARING**

19 Sec. 950. (1) Revenue collected in accordance with section 10 of
20 article IX of the state constitution of 1963 in excess of the amount
21 appropriated in part 1 for constitutional revenue sharing is appropriated
22 for distribution to townships, cities, and villages on a population basis
23 as specified by law. The appropriation in part 1 for statutory state
24 general revenue sharing grants to townships, cities, and villages shall be
25 reduced by an amount equal to any additional constitutional revenue sharing
26 appropriations authorized in this section.

(2) The appropriation in part 1 for statutory state general revenue sharing grants shall be distributed according to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921. Undistributed funds shall lapse to the general fund.

Sec. 952. The appropriation in part 1 for special grants to cities shall be used to restore revenue sharing reductions contained in Executive Order No. 2003-23 to a city that had an emergency financial manager appointed pursuant to the local government fiscal responsibility act, 1990 PA 72, MCL 141.1201 to 141.1291, continuously from December 10, 2003 through September 30, 2006.

Sec. 955. (1) There is appropriated to each county an amount equal to the amount distributed to each county for the fiscal year ending September 30, 2004, pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, adjusted by the inflation rate as defined in section 34d of the general property tax act, 1893 PA 206, MCL 211.34d, and reduced by the amount each county is authorized to annually expend in that county's fiscal year beginning after September 30, 2004, from its revenue sharing reserve fund pursuant to section 44a of the general property tax act, 1893 PA 206, MCL 211.44a.

(2) The department of treasury shall annually certify to the state budget director the amount each county is authorized to expend from its revenue sharing reserve fund.

LOTTERY

Sec. 960. In addition to the funds appropriated in part 1 to the bureau of state lottery, there is appropriated from lottery revenues the amount necessary for, and directly related to, implementing and operating lottery games. Appropriations under this section shall only be expended

1 for contractually mandated payments for vendor commissions, contractually
2 mandated payments for instant tickets intended for resale, the contractual
3 costs of providing and maintaining the on-line system communications
4 network, and incentive and bonus payments to lottery retailers.

5 Sec. 961. The funds appropriated in part 1 to the bureau of state
6 lottery shall not be used for any promotional efforts directed towards
7 individuals who are less than 18 years of age.

8 **CASINO GAMING**

9 Sec. 971. From the revenue collected by the Michigan gaming control
10 board regarding the total annual assessment of each casino licensee,
11 \$2,000,000.00 is appropriated and shall be deposited in the
12 compulsive gaming prevention fund as described in section 12a(5) of the
13 Michigan gaming control and revenue act, the Initiated Law of 1996, MCL
14 432.212a.

15 Sec. 972. In addition to the funds appropriated in part 1, funds
16 distributed by the Michigan gaming control board to the department of
17 treasury for oversight of casino gaming are appropriated upon receipt.
18 These funds may be used to pay for costs incurred for casino gaming
19 oversight activities.

20 Sec. 973. (1) Funds appropriated in part 1 for local government
21 programs may be used to provide assistance to a local revenue sharing board
22 referenced in an agreement authorized by the Indian gaming regulatory act,
23 Public Law 100-497, 102 Stat. 2467.

24 (2) A local revenue sharing board described in subsection (1) shall
25 comply with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and
26 the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

1 (3) A county treasurer is authorized to receive and administer funds
2 received for and on behalf of a local revenue sharing board. Funds
3 appropriated in part 1 for local government programs may be used to audit
4 local revenue sharing board funds held by a county treasurer. This section
5 does not limit the ability of local units of government to enter into
6 agreements with federally recognized Indian tribes to provide financial
7 assistance to local units of government or to jointly provide public
8 services.

9 (4) The director of the department of state police and the executive
10 director of the Michigan gaming control board are authorized to assist the
11 local revenue sharing boards in determining allocations to be made to local
12 public safety organizations.

13 (5) The department of treasury shall submit a report by September 30
14 to the senate and house of representatives standing committees on
15 appropriations and state budget director on the receipts and distribution
16 of revenues by local revenue sharing boards.

17 Sec. 974. If revenues collected in the state services fee fund are
18 less than the amounts appropriated from the fund, available revenues shall
19 be used to fully fund the appropriation in part 1 of this bill for casino
20 gaming regulation activities before distributions are made to other state
21 departments and agencies. If the remaining revenue in the fund is
22 insufficient to fully fund appropriations to other state departments or
23 agencies, the shortfall shall be distributed proportionally among those
24 departments and agencies.

25 **REVENUE STATEMENT**

26 Sec. 1101. Pursuant to section 18 of article V of the state
27 constitution of 1963, fund balances and estimates are presented in the

1 following statement:

2 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

3 (Amounts in millions)

4 Fiscal Year 2005-2006

5		Beginning			
6	Fund	Unreserved			
7		Fund	Estimated		Ending
8		Balance	Revenue		Balance
9	OPERATING FUNDS				
10	General fund-general purpose	0110	0.0	8,878.8	0.0
11	General fund-special purpose		35.1	13,849.7	106.6
12	Special Revenue Funds:				
13	Countercyclical budget and				
14	economic stabilization	0111	0.0	0.0	0.0
15	Game and fish protection	0112	3.0	61.8	0.0
16	Michigan employment security act				
17	administration	0113	5.0	123.4	6.8
18	State aeronautics	0114	0.0	158.1	0.0
19	Michigan veterans' benefit trust	0115	0.0	2.2	0.0
20	State trunkline	0116	0.0	1,949.9	0.0
21	Michigan state waterways	0117	8.6	24.5	0.0
22	Blue Water Bridge	0118	0.0	15.0	0.0
23	Michigan transportation	0119	0.0	2,068.4	0.0
24	Comprehensive transportation	0120	0.0	315.5	0.0
25	School aid	0122	0.0	12,695.2	0.0
26	Marine safety	0123	0.0	4.9	0.0
27	Game and fish protection trust	0124	6.0	10.0	6.0
28	State park improvement	0125	3.2	35.3	1.4
29	Forest development	0126	10.5	27.1	9.2
30	Michigan civilian conservation				
31	corps endowment	0128	0.2	1.0	0.0
32	Michigan natural resources trust	0129	40.0	31.2	33.5
33	Michigan state parks endowment	0130	6.1	14.4	3.0
34	Safety education and training	0131	4.8	7.1	4.7
35	Bottle deposits	0136	0.0	32.3	0.0
36	State construction code	0138	2.5	9.4	(3.3)
37	Children's trust	0139	1.0	4.1	0.7
38	State casino gaming	0140	1.2	31.1	1.2
39	Homeowner construction lien				
40	recovery	0141	3.1	0.4	2.6
41	Michigan nongame fish and				
42	wildlife	0143	0.3	0.5	0.1
43	Michigan merit award trust	0154	1.3	215.1	0.0
44	Tobacco settlement trust	0155	0.0	72.4	0.0
45	Michigan underground storage				
46	tank financial assurance	0160	0.0	0.0	0.0
47	TOTALS		\$131.9	\$40,638.8	\$172.5